



# HEALTH QUARTERLY STATEMENT

AS OF JUNE 30, 2014  
OF THE CONDITION AND AFFAIRS OF THE  
**CareFirst BlueChoice, Inc.**

NAIC Group Code	<u>0380</u> (Current)	<u>0380</u> (Prior)	NAIC Company Code	<u>96202</u>	Employer's ID Number	<u>52-1358219</u>
Organized under the Laws of	<u>District of Columbia</u>		State of Domicile or Port of Entry		<u>District of Columbia</u>	
Country of Domicile	<u>United States of America</u>					
Licensed as business type:	<u>Health Maintenance Organization</u>					
Is HMO Federally Qualified?	Yes [ ] No [ X ]					
Incorporated/Organized	<u>06/22/1984</u>		Commenced Business		<u>03/01/1985</u>	
Statutory Home Office	<u>840 First Street, NE</u> (Street and Number)		<u>Washington, DC, US 20065</u> (City or Town, State, Country and Zip Code)			
Main Administrative Office	<u>10455 Mill Run Circle</u> (Street and Number)		<u>410-581-3000-</u> (Area Code) (Telephone Number)			
	<u>Owings Mills, MD, US 21117</u> (City or Town, State, Country and Zip Code)					
Mail Address	<u>10455 Mill Run Circle</u> (Street and Number or P.O. Box)		<u>Owings Mills, MD, US 21117</u> (City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	<u>10455 Mill Run Circle</u> (Street and Number)		<u>410-998-7011</u> (Area Code) (Telephone Number)			
	<u>Owings Mills, MD, US 21117</u> (City or Town, State, Country and Zip Code)					
Internet Website Address	<u>www.carefirst.com</u>					
Statutory Statement Contact	<u>William Vincent Stack</u> (Name)		<u>410-998-7011-</u> (Area Code) (Telephone Number)			
	<u>bill.stack@carefirst.com</u> (E-mail Address)		<u>410-998-6850-</u> (FAX Number)			

## OFFICERS

President and Chief Executive Officer	<u>Chester Emerson Burrell</u>	Corp. Treasurer & VP	<u>Jeanne Ann Kennedy</u>
Corp. Secretary, Exec. VP & Gen. Counsel	<u>Meryl Davis Burgin</u>		

## OTHER

<u>Gregory Mark Chaney</u> EVP, CFO	<u>Fred Adrian Walton Plumb</u> EVP, SBU-FEP	<u>William Scott Gould</u> EVP, Medical Affairs
<u>Harry Dietz Fox</u> EVP, Technical & Ops Support	<u>Steven Jon Margolis</u> EVP, Small & Medium Group SBU	<u>Wanda Kay Oneferu-Bey</u> EVP, Consumer Direct SBU
<u>Gwendolyn Denise Skillern</u> SVP, General Auditor	<u>Maria Harris Tildon</u> SVP, Public Policy	<u>Rita Ann Costello</u> SVP, Strategic Marketing
<u>Kenny Waitem Kan</u> SVP, Chief Actuary	<u>Michael Bruce Edwards</u> SVP, Networks Mgmt	<u>Jennifer Ann Cryor Baldwin</u> SVP, Patient Centered Medical Home (PCMH)
<u>Jon Paul Shematek</u> SVP, Chief Medical Officer	<u>Michelle Judith Wright</u> SVP, Human Resources	

## DIRECTORS OR TRUSTEES

<u>Chester Emerson Burrell</u> #	<u>Wendell Lee Johns</u> #	<u>Jack Allan Meyer</u> #
<u>John Frederick Reim</u>	<u>James Jerry Xinis</u> #	

State of Maryland SS:  
County of Baltimore

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Chester Emerson Burrell  
President and Chief Executive Officer

Meryl Davis Burgin  
Corp. Secretary, Exec. VP & Gen. Counsel

Jeanne Ann Kennedy  
Corp. Treasurer & VP

Subscribed and sworn to before me this  
6TH day of AUGUST 2014

- a. Is this an original filing? ..... Yes [ X ] No [ ]  
b. If no,  
1. State the amendment number.....  
2. Date filed .....  
3. Number of pages attached.....



ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	636,078,946	0	636,078,946	637,103,861
2. Stocks:				
2.1 Preferred stocks .....	0	0	0	0
2.2 Common stocks .....	163,206,338	12,487	163,193,851	137,426,278
3. Mortgage loans on real estate:				
3.1 First liens .....	0	0	0	0
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ .....0 encumbrances) .....	0	0	0	0
4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....	0	0	0	0
4.3 Properties held for sale (less \$ .....0 encumbrances) .....	0	0	0	0
5. Cash (\$ .....(29,274,853) ), cash equivalents (\$ .....0 ) and short-term investments (\$ .....110,687,431 ) .....	81,412,578	0	81,412,578	65,291,090
6. Contract loans (including \$ .....0 premium notes) .....	0	0	0	0
7. Derivatives .....	0	0	0	0
8. Other invested assets .....	0	0	0	0
9. Receivables for securities .....	0	0	0	0
10. Securities lending reinvested collateral assets .....	0	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	880,697,862	12,487	880,685,375	839,821,229
13. Title plants less \$ .....0 charged off (for Title insurers only) .....	0	0	0	0
14. Investment income due and accrued .....	4,818,015	0	4,818,015	4,643,420
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	87,583,743	6,727,259	80,856,484	64,384,931
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....0 earned but unbilled premiums) .....	0	0	0	0
15.3 Accrued retrospective premiums .....	7,970,000	0	7,970,000	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	8,812,094	0	8,812,094	0
16.2 Funds held by or deposited with reinsured companies .....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts .....	576,381	0	576,381	635,042
17. Amounts receivable relating to uninsured plans .....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	0	0	0	5,999,727
18.2 Net deferred tax asset .....	6,109,701	0	6,109,701	7,720,368
19. Guaranty funds receivable or on deposit .....	0	0	0	0
20. Electronic data processing equipment and software .....	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$ .....0 ) .....	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	74,163,877	0	74,163,877	58,747,296
24. Health care (\$ .....49,209,446 ) and other amounts receivable .....	80,554,807	3,776,470	76,778,337	61,211,111
25. Aggregate write-ins for other than invested assets .....	180,758	180,758	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	1,151,467,238	10,696,974	1,140,770,264	1,043,163,124
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0	0
28. Total (Lines 26 and 27)	1,151,467,238	10,696,974	1,140,770,264	1,043,163,124
DETAILS OF WRITE-INS				
1101. ....	0	0	0	0
1102. ....	0	0	0	0
1103. ....	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above) .....	0	0	0	0
2501. Other Assets-Prepaid Expenses .....	180,758	180,758	0	0
2502. ....	0	0	0	0
2503. ....	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) .....	180,758	180,758	0	0

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ .....0 reinsurance ceded) .....	172,672,391	1,305,438	173,977,829	138,229,712
2. Accrued medical incentive pool and bonus amounts .....	0	0	0	0
3. Unpaid claims adjustment expenses .....	6,353,566	48,034	6,401,600	5,849,835
4. Aggregate health policy reserves, including the liability of \$ .....29,101 for medical loss ratio rebate per the Public Health Service Act .....	29,717,992	0	29,717,992	24,906,663
5. Aggregate life policy reserves .....	0	0	0	0
6. Property/casualty unearned premium reserve .....	0	0	0	0
7. Aggregate health claim reserves .....	0	0	0	0
8. Premiums received in advance .....	57,829,481	0	57,829,481	53,978,404
9. General expenses due or accrued .....	73,734,706	0	73,734,706	29,775,212
10.1 Current federal and foreign income tax payable and interest thereon (including \$ .....3,562,867 on realized gains (losses)) .....	8,955,797	0	8,955,797	0
10.2 Net deferred tax liability .....	0	0	0	0
11. Ceded reinsurance premiums payable .....	0	0	0	0
12. Amounts withheld or retained for the account of others.....	4,170,124	0	4,170,124	4,034,459
13. Remittances and items not allocated .....	869,804	0	869,804	1,417,198
14. Borrowed money (including \$ .....0 current) and interest thereon \$ .....0 (including \$ .....0 current) .....	0	0	0	0
15. Amounts due to parent, subsidiaries and affiliates .....	1,381,924	0	1,381,924	3,775,327
16. Derivatives .....	0	0	0	0
17. Payable for securities .....	0	0	0	0
18. Payable for securities lending .....	0	0	0	0
19. Funds held under reinsurance treaties (with \$ .....0 authorized reinsurers, \$ .....0 unauthorized reinsurers and \$ .....0 certified reinsurers).....	0	0	0	0
20. Reinsurance in unauthorized and certified (\$ .....0 ) companies .....	0	0	0	0
21. Net adjustments in assets and liabilities due to foreign exchange rates .....	0	0	0	0
22. Liability for amounts held under uninsured plans .....	53,992	0	53,992	0
23. Aggregate write-ins for other liabilities (including \$ .....37,189,230 current) .....	43,990,659	0	43,990,659	47,845,518
24. Total liabilities (Lines 1 to 23) .....	399,730,436	1,353,472	401,083,908	309,812,328
25. Aggregate write-ins for special surplus funds .....	XXX	XXX	27,073,000	0
26. Common capital stock .....	XXX	XXX	10,000	10,000
27. Preferred capital stock .....	XXX	XXX	0	0
28. Gross paid in and contributed surplus .....	XXX	XXX	50,615,750	50,615,750
29. Surplus notes .....	XXX	XXX	0	0
30. Aggregate write-ins for other than special surplus funds .....	XXX	XXX	0	0
31. Unassigned funds (surplus) .....	XXX	XXX	661,987,599	682,725,046
32. Less treasury stock, at cost:				
32.1 .....0 shares common (value included in Line 26 \$ .....0 ) .....	XXX	XXX	0	0
32.2 .....0 shares preferred (value included in Line 27 \$ .....0 ) .....	XXX	XXX	0	0
33. Total capital and surplus (Lines 25 to 31 minus Line 32) .....	XXX	XXX	739,686,349	733,350,796
34. Total liabilities, capital and surplus (Lines 24 and 33)	XXX	XXX	1,140,770,257	1,043,163,124
DETAILS OF WRITE-INS				
2301. Reinsurance Payable .....	615,712	0	615,712	533,493
2302. Other Liabilities .....	37,182,025	0	37,182,025	42,929,299
2303. Amounts held for escheatment to state .....	6,192,922	0	6,192,922	4,382,726
2398. Summary of remaining write-ins for Line 23 from overflow page .....	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	43,990,659	0	43,990,659	47,845,518
2501. Special Surplus 2015 HIT Fee .....	XXX	XXX	27,073,000	0
2502. ....	XXX	XXX	0	0
2503. ....	XXX	XXX	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	XXX	XXX	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	XXX	XXX	27,073,000	0
3001. ....	XXX	XXX	0	0
3002. ....	XXX	XXX	0	0
3003. ....	XXX	XXX	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page .....	XXX	XXX	0	0
3099. Totals (Lines 3001 through 3003 plus 3098)(Line 30 above)	XXX	XXX	0	0

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months .....	XXX	3,761,213	3,387,358	6,780,748
2. Net premium income ( including \$ .....0 non-health premium income).....	XXX	1,356,666,854	1,172,321,931	2,392,136,068
3. Change in unearned premium reserves and reserve for rate credits.....	XXX	(4,811,329)	10,124,511	7,174,512
4. Fee-for-service (net of \$ .....0 medical expenses).....	XXX	0	0	0
5. Risk revenue .....	XXX	0	0	0
6. Aggregate write-ins for other health care related revenues .....	XXX	1,271,710	1,010,417	2,022,782
7. Aggregate write-ins for other non-health revenues .....	XXX	0	0	0
8. Total revenues (Lines 2 to 7) .....	XXX	1,353,127,235	1,183,456,859	2,401,333,362
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits .....	4,061,801	766,227,730	708,072,909	1,333,583,923
10. Other professional services .....	0	53,484,966	32,480,069	96,789,460
11. Outside referrals .....	3,613,993	3,613,993	611,568	12,635,244
12. Emergency room and out-of-area .....	295,981	36,099,960	15,915,114	69,657,169
13. Prescription drugs .....	0	202,984,940	187,102,678	393,824,140
14. Aggregate write-ins for other hospital and medical .....	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts .....	0	0	0	0
16. Subtotal (Lines 9 to 15) .....	7,971,775	1,062,411,589	944,182,338	1,906,489,936
<b>Less:</b>				
17. Net reinsurance recoveries .....	0	6,590,886	(2,660,521)	(5,367,639)
18. Total hospital and medical (Lines 16 minus 17) .....	7,971,775	1,055,820,703	946,842,859	1,911,857,575
19. Non-health claims (net) .....	0	0	0	0
20. Claims adjustment expenses, including \$ .....21,424,431 cost containment expenses .....	0	57,083,657	49,836,704	105,307,341
21. General administrative expenses .....	0	233,199,718	158,960,665	330,911,969
22. Increase in reserves for life and accident and health contracts (including \$ .....0 increase in reserves for life only) .....	0	0	0	0
23. Total underwriting deductions (Lines 18 through 22).....	7,971,775	1,346,104,078	1,155,640,228	2,348,076,885
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	XXX	7,023,157	27,816,631	53,256,477
25. Net investment income earned .....	0	9,625,481	6,530,116	16,362,382
26. Net realized capital gains (losses) less capital gains tax of \$ .....3,562,867 .....	0	6,616,753	11,490,502	13,051,331
27. Net investment gains (losses) (Lines 25 plus 26) .....	0	16,242,234	18,020,618	29,413,713
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ .....0 ) (amount charged off \$ .....0 )].....	0	0	0	0
29. Aggregate write-ins for other income or expenses .....	0	104,244	179,969	206,041
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....	XXX	23,369,635	46,017,218	82,876,231
31. Federal and foreign income taxes incurred .....	XXX	16,114,630	11,712,000	13,662,047
32. Net income (loss) (Lines 30 minus 31) .....	XXX	7,255,005	34,305,218	69,214,184
<b>DETAILS OF WRITE-INS</b>				
0601. TDN Access fees .....	XXX	28,710	35,335	72,618
0602. FEHBP OPMHMO Incentive .....	XXX	1,243,000	975,082	1,950,164
0603. ....	XXX	0	0	0
0698. Summary of remaining write-ins for Line 6 from overflow page .....	XXX	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698)(Line 6 above) .....	XXX	1,271,710	1,010,417	2,022,782
0701. ....	XXX	0	0	0
0702. ....	XXX	0	0	0
0703. ....	XXX	0	0	0
0798. Summary of remaining write-ins for Line 7 from overflow page .....	XXX	0	0	0
0799. Totals (Lines 0701 through 0703 plus 0798)(Line 7 above) .....	XXX	0	0	0
1401. ....	0	0	0	0
1402. ....	0	0	0	0
1403. ....	0	0	0	0
1498. Summary of remaining write-ins for Line 14 from overflow page .....	0	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498)(Line 14 above) .....	0	0	0	0
2901. Miscellaneous Income/Expense .....	0	105,139	192,869	407,790
2902. Fines and penalties .....	0	(895)	(12,900)	(201,749)
2903. ....	0	0	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998)(Line 29 above) .....	0	104,244	179,969	206,041

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
CAPITAL AND SURPLUS ACCOUNT			
33. Capital and surplus prior reporting year.....	733,350,796	671,169,509	671,169,509
34. Net income or (loss) from Line 32 .....	7,255,005	34,305,218	69,214,184
35. Change in valuation basis of aggregate policy and claim reserves .....	0	0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ ..... 1,186,072	2,165,323	(3,989,912)	(1,875,258)
37. Change in net unrealized foreign exchange capital gain or (loss) .....	0	0	0
38. Change in net deferred income tax .....	(424,595)	(320,265)	(3,615,876)
39. Change in nonadmitted assets .....	(2,660,179)	42,519	(1,541,763)
40. Change in unauthorized and certified reinsurance .....	0	0	0
41. Change in treasury stock .....	0	0	0
42. Change in surplus notes .....	0	0	0
43. Cumulative effect of changes in accounting principles.....	0	0	0
44. Capital Changes:			
44.1 Paid in .....	0	0	0
44.2 Transferred from surplus (Stock Dividend).....	0	0	0
44.3 Transferred to surplus.....	0	0	0
45. Surplus adjustments:			
45.1 Paid in .....	0	0	0
45.2 Transferred to capital (Stock Dividend) .....	0	0	0
45.3 Transferred from capital .....	0	0	0
46. Dividends to stockholders .....	0	0	0
47. Aggregate write-ins for gains or (losses) in surplus .....	0	0	0
48. Net change in capital & surplus (Lines 34 to 47) .....	6,335,554	30,037,560	62,181,287
49. Capital and surplus end of reporting period (Line 33 plus 48)	739,686,350	701,207,069	733,350,796
DETAILS OF WRITE-INS			
4701. ....	0	0	0
4702. ....	0	0	0
4703. ....	0	0	0
4798. Summary of remaining write-ins for Line 47 from overflow page .....	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798)(Line 47 above)	0	0	0

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	1,331,984,482	1,165,232,530	2,384,266,455
2. Net investment income .....	12,028,751	10,498,932	23,388,544
3. Miscellaneous income .....	1,271,710	1,010,417	2,022,782
4. Total (Lines 1 to 3) .....	1,345,284,943	1,176,741,879	2,409,677,781
5. Benefit and loss related payments .....	1,039,390,904	954,135,200	1,919,750,353
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	245,613,880	219,462,445	435,570,241
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... 3,562,867 tax on capital gains (losses) .....	4,721,973	(1,696)	18,646,938
10. Total (Lines 5 through 9) .....	1,289,726,757	1,173,595,949	2,373,967,532
11. Net cash from operations (Line 4 minus Line 10) .....	55,558,186	3,145,930	35,710,249
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	455,132,450	482,886,157	884,364,874
12.2 Stocks .....	25,248,870	97,056,128	127,692,506
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	8,369	0	7,873
12.7 Miscellaneous proceeds .....	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	480,389,689	579,942,285	1,012,065,253
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	450,630,329	511,039,010	932,729,500
13.2 Stocks .....	43,548,870	54,636,613	67,221,868
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	0	0	0
13.6 Miscellaneous applications .....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	494,179,199	565,675,623	999,951,368
14. Net increase (or decrease) in contract loans and premium notes .....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	(13,789,510)	14,266,662	12,113,885
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0	0
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0	0
16.5 Dividends to stockholders .....	0	0	0
16.6 Other cash provided (applied) .....	(25,647,196)	12,066,284	(13,316,163)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) .....	(25,647,196)	12,066,284	(13,316,163)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) ..	16,121,480	29,478,876	34,507,971
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	65,291,090	30,783,119	30,783,119
19.2 End of period (Line 18 plus Line 19.1) .....	81,412,570	60,261,995	65,291,090

Note: Supplemental disclosures of cash flow information for non-cash transactions:

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EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1  Total	Comprehensive (Hospital & Medical)		4  Medicare Supplement	5  Vision Only	6  Dental Only	7  Federal Employees Health Benefit Plan	8  Title XVIII Medicare	9  Title XIX Medicaid	10  Other
		2  Individual	3  Group							
Total Members at end of:										
1. Prior Year .....	569,861	35,746	478,891	0	101	136	54,987	0	0	0
2. First Quarter .....	614,361	78,243	478,269	0	464	1,067	56,318	0	0	0
3. Second Quarter .....	658,899	130,851	470,179	0	462	949	56,458	0	0	0
4. Third Quarter .....	0	0	0	0	0	0	0	0	0	0
5. Current Year	0	0	0	0	0	0	0	0	0	0
6. Current Year Member Months	3,761,213	553,341	2,860,561	0	3,654	5,888	337,769	0	0	0
Total Member Ambulatory Encounters for Period:										
7. Physician .....	1,778,555	226,561	1,352,061	0	0	0	199,933	0	0	0
8. Non-Physician .....	942,747	121,125	713,566	0	0	0	108,056	0	0	0
9. Total	2,721,302	347,686	2,065,627	0	0	0	307,989	0	0	0
10. Hospital Patient Days Incurred	56,198	7,812	41,607	0	0	0	6,779	0	0	0
11. Number of Inpatient Admissions	15,487	2,095	11,699	0	0	0	1,693	0	0	0
12. Health Premiums Written (a) .....	1,355,495,016	146,059,014	1,061,297,933	0	214,151	3,446,454	144,477,464	0	0	0
13. Life Premiums Direct .....	0	0	0	0	0	0	0	0	0	0
14. Property/Casualty Premiums Written .....	0	0	0	0	0	0	0	0	0	0
15. Health Premiums Earned .....	1,350,683,687	146,059,014	1,061,268,832	0	214,151	3,446,454	139,695,236	0	0	0
16. Property/Casualty Premiums Earned .....	0	0	0	0	0	0	0	0	0	0
17. Amount Paid for Provision of Health Care Services.....	1,026,693,431	104,351,468	790,244,265	0	165,753	2,437,234	129,494,711	0	0	0
18. Amount Incurred for Provision of Health Care Services	1,062,411,590	140,623,584	792,033,359	0	165,753	2,289,183	127,299,711	0	0	0

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$ 0

## CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

[illegible]

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UNDERWRITING AND INVESTMENT EXHIBIT

ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5  Claims Incurred in Prior Years (Columns 1 + 3)	6  Estimated Claim Reserve and Claim Liability December 31 of Prior Year
	1  On Claims Incurred Prior to January 1 of Current Year	2  On Claims Incurred During the Year	3  On Claims Unpaid Dec. 31 of Prior Year	4  On Claims Incurred During the Year		
1. Comprehensive (hospital and medical) .....	103,148,200	804,476,142	4,562,094	155,134,417	107,710,294	121,635,304
2. Medicare Supplement .....	0	0	0	0	0	0
3. Dental Only .....	631,076	3,997,405	25,800	576,903	656,876	720,793
4. Vision Only .....	0	165,753	0	0	0	0
5. Federal Employees Health Benefits Plan .....	15,890,694	113,604,017	637,543	13,041,072	16,528,237	15,873,615
6. Title XVIII - Medicare .....	0	0	0	0	0	0
7. Title XIX - Medicaid .....	0	0	0	0	0	0
8. Other health .....	0	0	0	0	0	0
9. Health subtotal (Lines 1 to 8) .....	119,669,970	922,243,317	5,225,437	168,752,392	124,895,407	138,229,712
10. Healthcare receivables (a) .....	0	21,840,702	0	0	0	0
11. Other non-health .....	0	0	0	0	0	0
12. Medical incentive pools and bonus amounts .....	0	0	0	0	0	0
13. Totals (Lines 9-10+11+12)	119,669,970	900,402,615	5,225,437	168,752,392	124,895,407	138,229,712

(a) Excludes \$ 31,081,200 loans or advances to providers not yet expensed.

## NOTES TO FINANCIAL STATEMENTS

**1. Summary of Significant Accounting Policies****A. Accounting Practices**

The financial statements of CareFirst BlueChoice Inc. (CFBC or the Company) are presented on the basis of accounting practices prescribed or permitted by the District of Columbia Department of Insurance, Securities, and Banking (DISB).

The DISB recognizes only statutory accounting practices prescribed or permitted by the District of Columbia for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the District of Columbia Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the District of Columbia. The Company does not utilize any permitted practices.

For the six months ended June 30, 2014 and the year ended December 31, 2013, there were no differences in net income and surplus between NAIC SAP and practices prescribed by the District of Columbia.

		(in thousands)	
		June 30,	December 31,
		2014	2013
<u>NET INCOME</u>	State of Domicile		
(1) State basis (Page 4, Line 32, Columns 2 & 3)	DC	\$ 7,255	\$ 69,214
(2) State Prescribed Practices that increase/(decrease) NAIC SAP		-	-
(3) State Permitted Practices that increase/(decrease) NAIC SAP		-	-
(4) NAIC SAP (1-2-3=4)	DC	<u>\$ 7,255</u>	<u>\$ 69,214</u>
<u>SURPLUS</u>			
(5) State basis (Page 3, Line 33, Columns 3 & 4)	DC	\$ 739,686	\$ 733,351
(6) State Prescribed Practices that increase/(decrease) NAIC SAP		-	-
(7) State Permitted Practices that increase/(decrease) NAIC SAP		-	-
(8) NAIC SAP (5-6-7=8)	DC	<u>\$ 739,686</u>	<u>\$ 733,351</u>

**B. Use of Estimates in the Preparation of the Financial Statements**

No change.

**C. Accounting Policy**

No change.

**2. Accounting Changes and Corrections of Errors**

None.

**3. Business Combinations and Goodwill**

Not applicable.

**4. Discontinued Operations**

Not applicable.

**5. Investments**

## NOTES TO FINANCIAL STATEMENTS

**A. Mortgage Loans, including Mezzanine Real Estate Loans**

None.

**B. Debt Restructuring**

None.

**C. Reverse Mortgages**

None.

**D. Loan-Backed Securities**

- (1) The Company records its investment in loan-backed securities using the prospective adjustment method. Prepayment assumptions for single and multi-class mortgage-backed/other asset-backed securities are obtained from broker survey values. The Company uses IDC to determine the fair value for such securities.
- (2) The Company does not have any mortgage-backed/other asset-backed securities which are other-than-temporarily impaired where the Company intends to sell, or does not have the intent and ability to hold until recovery.
- (3) For the quarter ended June 30, 2014, the Company did not recognize other than temporary impairment in mortgage-backed/other asset-backed securities that the Company has the intent to hold, but does not expect to recover the entire amortized cost basis of the securities. At June 30, 2014, the Company did not hold any mortgage-backed or other asset-backed securities where the present value of cash flows expected to be collected is less than the amortized cost basis.
- (4) The following table shows the gross unrealized losses and fair value of the Company's mortgage-backed/other asset-backed securities with unrealized losses that are not deemed to be other than temporarily impaired, aggregated by investment category and by length of time that individual securities have been in a continuous unrealized loss position (*in thousands*).

	Fair Value < 1 Year	Unrealized Losses < 1 Year	Fair Value > 1 Year	Unrealized Losses > 1 Year	Total Unrealized Losses
<b>June 30, 2014</b>					
Government sponsored enterprise mortgage-backed securities	\$ 15,345	\$ 154	\$ 45,161	\$ 1,723	\$ 1,877
Other mortgage-backed and asset- backed securities	3,853	20	21,802	329	349
Total	<u>\$ 19,198</u>	<u>\$ 174</u>	<u>\$ 66,963</u>	<u>\$ 2,052</u>	<u>\$ 2,226</u>

- (5) No change.

**E. Repurchase Agreements and/or Securities Lending Transactions**

None.

**F. Real Estate**

None.

**G. Low-Income Housing Tax Credits (LIHTC)**

None.

**H. Restricted Assets**

No change.

## NOTES TO FINANCIAL STATEMENTS

### **I. Working Capital Finance Investments**

None.

### **6. Joint Ventures, Partnerships and Limited Liability Companies**

A. - B. Not applicable.

### **7. Investment Income**

A. – B. No change.

### **8. Derivative Instruments**

No change.

### **9. Income Taxes**

The Company is part of a federal tax sharing agreement that exists among CFBC (and its related subsidiaries). Through this agreement and the tax allocation methodology, federal taxes have been allocated to the Company. The tax sharing agreement calls for allocation of current federal income tax liability to the Company on the basis of the percentage of the consolidated federal income tax liability attributable to the Company computed on a separate company basis to the total consolidated federal income tax liability. The agreement also provides that to the extent the Company's subsidiaries tax attributes (e.g., NOLs) reduce the consolidated federal income tax liability, CFBC shall pay the subsidiaries for use of such attributes in the year utilized. Amounts due from the subsidiaries for federal income taxes are settled quarterly.

Pursuant to this agreement, the Company and its subsidiaries have an enforceable right to recoup federal income taxes paid in prior years in the event of future net losses, which it may incur, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes.

NOTES TO FINANCIAL STATEMENTS

The following table shows the components of the net deferred tax asset and deferred tax liability recognized in the Company’s financial statements by tax character (*in thousands*):

	June 30, 2014			December 31, 2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Gross deferred tax assets	9,948	314	10,262	10,373	313	10,686	(425)	1	(424)
Statutory valuation allowance adjustment	-	-	-	-	-	-	-	-	-
Adjusted gross deferred tax assets	9,948	314	10,262	10,373	313	10,686	(425)	1	(424)
Deferred tax assets nonadmitted	-	-	-	-	-	-	-	-	-
Subtotal net admitted deferred tax asset	9,948	314	10,262	10,373	313	10,686	(425)	1	(424)
Deferred tax liabilities	3	4,149	4,152	3	2,963	2,966	-	1,186	1,186
Net admitted deferred tax asset/(liability)	9,945	(3,835)	6,110	10,370	(2,650)	7,720	(425)	(1,185)	(1,610)

The amount of admitted adjusted gross deferred tax assets are as follows (*in thousands*):

	June 30, 2014			December 31, 2013			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal Income Taxes Paid In Prior Years Recoverable Through Loss Carrybacks	\$ 9,755	-	\$ 9,755	\$ 9,865	\$ -	\$ 9,865	\$ (110)	\$ -	\$ (110)
b. Adjusted Gross Deferred Tax Assets Expected To Be Realized (Excluding The Amount Of Deferred Tax Assets from a, above) After application of the Threshold Limitation. (Lesser of b.i. and b.ii. Below)	-	-	-	-	-	-	-	-	-
i. Adjusted gross DTA expected to be realized following the Balance Sheet Date	-	-	-	-	-	-	NA	NA	-
ii. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	NA	NA	110,036	NA	NA	108,845	NA	NA	1,191
c. Adjusted Gross Deferred Tax Assets (Excluding The Amount of Deferred Tax Assets From a. and b. above) Offset by Gross Deferred Tax Liabilities.	193	314	507	508	313	821	(315)	1	(314)
Deferred Tax Asset Admitted as the result of application of SSAP No. 101 Total (a.+b.+c.)	\$ 9,948	\$ 314	\$ 10,262	\$ 10,373	\$ 313	\$ 10,686	\$ (425)	\$ 1	\$ (424)

	2014	2013
Ratio Percentage Used To Determine Recovery Period And Threshold Limitation Amount	1058%	1058%
Amount Of Adjusted Capital And Surplus Used To Determine Recovery Period And Threshold Limitation	733,577	725,630

The impact of tax planning strategies on adjusted gross DTA's and net admitted DTA's is as follows (*in thousands*):

	6/30/2014			12/31/2013			Change		
	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent	Ordinary Percent	Capital Percent	Total Percent
Adjusted Gross DTAs amount	9,948	314	10,262	10,373	313	10,686	(425)	1	(424)
Percentage of Adjusted Gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net Admitted Adjusted Gross DTAs	9,948	314	10,262	10,373	313	10,686	(425)	1	(424)
Percentage of Net Admitted Adjusted Gross DTAs	0%	0%	0%	0%	0%	0%	0%	0%	0%

The Company’s tax-planning strategy does not include the use of reinsurance.

The provision for income taxes on earnings for the quarters ended June 30, 2014 and 2013 and year ended December 31, 2013 are as follows (*in thousands*):

	Jun. 30, 2014	Jun. 30, 2013	Dec. 31, 2013
Federal provision	16,115	11,712	13,662
Federal income tax on net capital gains	3,563	6,187	7,028
Federal income taxes incurred	19,678	17,899	20,690

## NOTES TO FINANCIAL STATEMENTS

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows *(in thousands)*:

<b>Deferred Tax Assets:</b>	<b><u>Jun. 30, 2014</u></b>	<b><u>Dec. 31, 2013</u></b>	<b><u>Change</u></b>
<b>Ordinary</b>			
Unearned Revenues	4,048	3,801	247
Unpaid Claims	1,310	1,289	21
Accrued Expenses	909	2,962	(2,053)
Nonadmitted assets	3,681	2,321	1,360
Subtotal	9,948	10,373	(425)
Admitted ordinary deferred tax assets	9,948	10,373	(425)
<b>Capital</b>			
Investments	314	313	1
Subtotal	314	313	1
Admitted capital deferred tax assets	314	313	1
Admitted deferred tax assets	10,262	10,686	(424)
<b>Deferred Tax Liabilities:</b>			
<b>Ordinary</b>			
Unpaid Claims	3	3	-
Subtotal	3	3	-
<b>Capital</b>			
Investments	4,149	2,963	1,186
Subtotal	4,149	2,963	1,186
Deferred Tax Liabilities	4,152	2,966	1,186
Net deferred tax assets	6,110	7,720	(1,610)

Deferred tax assets are reflected as admitted assets, subject to certain limitations. The components of the net deferred tax asset recognized in the Company's balance sheets—statutory basis are as follows *(in thousands)*:

	<b><u>Jun. 30, 2014</u></b>	<b><u>Dec. 31, 2013</u></b>	<b><u>Change</u></b>
Adjusted gross deferred tax assets	10,262	10,686	(424)
Total deferred tax liabilities	4,152	2,966	(1,186)
Net deferred tax assets	6,110	7,720	(1,610)
Tax effect of unrealized gains(losses)			1,186
Change in net deferred income tax			(424)

The reconciliation of the federal income tax rate to the actual effective rate is as follows *(in thousands)*:

	<b><u>Jun. 30, 2014</u></b>	<b><u>Effective Tax Rate</u></b>
Provision computed at statutory rate	9,426	35.00%
Permanent book to tax and other reserve adjustment	12,035	44.68%
Nonadmitted assets and other	(1,359)	-5.04%
Total	20,102	74.64%
Federal income taxes incurred	19,678	73.07%
Change in net deferred income taxes	424	1.57%
Total statutory income taxes	20,102	74.64%

The Company is subject to examination by the Internal Revenue Service and state taxing authorities. In general, the Company's tax years 2010 and forward remain open under the statutes of limitation and subject to examination.

The Company is exempt from all state income taxes in the jurisdictions for which it is registered to do business.

NOTES TO FINANCIAL STATEMENTS

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

CareFirst BlueChoice, Inc. (CFBC or the Company) is a health maintenance organization (HMO) that provides managed health care products and services to individuals and to employees of business and governmental agencies in the Washington, D.C. metropolitan area, Northern Virginia and the state of Maryland. Benefits are provided to members through fee-for-service and capitation agreements with local area physicians, hospitals and other health care providers. CFBC has two wholly-owned subsidiaries; The Dental Network, Inc. (TDN) and CapitalCare, Inc. (CapCare). TDN is a licensed dental service corporation that provides dental health coverage to its subscribers through a network of dentist in the state of Maryland. Effective December 13, 2011, CapCare withdrew its HMO license and became a non-insurance entity.

CFBC and its subsidiaries are wholly-owned subsidiaries of CareFirst Holdings, LLC (CFH). CFH, a Maryland limited liability company, was formed on December 31, 2010 by contributed assets from CareFirst of Maryland, Inc. (CFMI) and Group Hospitalization and Medical Services, Inc. (GHMSI).

CFMI and GHMSI are both affiliates of CareFirst, Inc. (CFI). These affiliates do business as CareFirst BlueCross BlueShield.

11. Debt

Not applicable.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

Not applicable.

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

- (1) No change.
- (2) – (9) Not applicable.
- (10) Change in net unrealized capital gains (losses) for the six months ended June 30, 2014:

Change in the unrealized gains (losses) from:		
Affiliated common stocks		
CapCare	\$	-
TDN		(37,382)
Unaffiliated common stocks		3,280,070
Bonds		108,707
Total unrealized gains (losses)		3,351,395
Capital gains deferred taxes		(1,186,072)
Change in net unrealized capital gains (losses)		
less capital gains taxes (page 5 line 36)	\$	2,165,323

- (11) – (13) Not applicable.

14. Contingencies

A. Contingent Commitments

None.

B. Assessments

None.

C. Gain Contingencies

None.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

None.

E. All Other Contingencies

The Company insures individuals and provides administrative services to non-risk groups with members who are qualified Medicare beneficiaries. Medicare law identifies the primary payer and secondary payer of claims when individuals are insured by either the Company or an employer and Medicare. Principally as a result of information systems programming errors, the Company incorrectly paid certain claims in years prior to 2009 as the secondary

## NOTES TO FINANCIAL STATEMENTS

payer rather than as the primary payer for individuals that were insured by the Company. The issues were communicated to Centers for Medicare and Medicaid Services (CMS) in May 2009. The Company has implemented corrective measures to (1) correctly identify Medicare beneficiaries that should be paid primary and (2) modify information systems to correctly adjudicate claims on behalf of Medicare beneficiaries.

Based on its interpretation of Medicare law, the Company believes it is liable for improperly processed claims for the period from January 1, 2006 to December 31, 2008. In 2009, CFMI, GHMSI and CFBC provided CMS with the data of the incorrectly paid claims and offered to settle its obligations to CMS for \$19,000,000. Accordingly, CFMI, GHMSI and CFBC recorded a liability of \$19,000,000 at December 31, 2009 for this proposed settlement, of which \$6,888,000 was recorded by the Company. The Company received demand letters from CMS regarding certain of these individual claims during 2010 and 2011. No demand letters were received in 2012 or 2013. Based on the claims processed in response to these demand letters and its ongoing evaluation of the Company's liability for this matter, the Company released a portion of the reserves that had been established in 2009 at December 31, 2012. The remaining balance of the liability was \$5,070,000 at December 31, 2012. During 2013, CMS made a settlement offer of \$16,054,000, which represented the total liability established in 2009 minus the amount paid to date from the demand letters processed in 2010 and 2011. As a result, the Company re-established a portion of the reserve that was released in 2012 to restore the liability back to the settlement amount offered by CMS. Accordingly, the balance of the liability was \$5,747,000 as of December 31, 2013, and was included in general expenses due or accrued. The final settlement amount of \$5,743,000 was paid in February 2014.

**15. Leases**

Not applicable.

**16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk**

Not applicable.

**17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities****A. Transfers of Receivables Reported as Sales**

Not applicable.

**B. Transfer and Servicing of Financial Assets**

Not applicable.

**C. Wash Sales**

None.

**18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans****A. ASO Plans**

Not applicable.

**B. ASC Plans**

Not applicable.

**C. Medicare or Similarly Structured Cost Based Reimbursement Contract**

Not applicable.

**19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators**

Not applicable.

**20. Fair Value Measurements**

Included in various investment-related line items in the financial statements are certain financial instruments carried at fair value. Other financial instruments are periodically measured at fair value, such as when impaired, or, for certain bonds and preferred stocks, when carried at the lower of cost or market. SSAP No. 100 *Fair Value Measurements* defines fair value, establishes a framework for measuring fair value and establishes disclosures about fair value. The fair value hierarchy is as follows:

- Level 1 – Quoted (unadjusted) prices for identical assets or liabilities in active markets.
- Level 2 – Other observable inputs, either directly or indirectly.



NOTES TO FINANCIAL STATEMENTS

- Level 3 – Unobservable inputs that cannot be corroborated by observable market data.

In instances in which the inputs used to measure fair value fall into different levels of the fair value hierarchy, the fair value measurement has been determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Company’s assessment of the significance of a particular item to the fair value measurement in its entirety requires judgment, including the consideration of inputs specific to the asset. Management is responsible for the determination of fair value, and performs monthly analyses on the prices received from third parties to determine whether the prices appear to be reasonable estimates of fair value.

There were no transfers between levels during the six months ended June 30, 2014.

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

**Bonds.** The fair value of U.S. Treasury securities is determined by an active price for an identical security in an observable market and is therefore classified as Level 1. Other U.S. government agencies securities, state and municipal securities, foreign governments securities, corporate bonds, mortgage-backed securities and other asset-backed securities that are priced by independent pricing services using observable inputs are classified as Level 2. Observable inputs used for other U.S. government agencies securities include quoted prices for like or similar assets, benchmark yields, reported trades and credit spreads. Observable inputs used for state and municipal securities, foreign governments securities and corporate bonds include quoted prices for identical or similar assets that are traded in an active market, benchmark yields, new issuances, issuer ratings, reported trades of comparable securities and credit spreads. The fair value of mortgage-backed securities and other asset-backed securities is determined by a cash flow model which utilizes observable inputs such as quoted prices for identical or similar assets, benchmark yields, prepayment speeds, collateral performance, credit spreads and default rates at commonly quoted intervals.

**Stocks.** Fair values of publicly-traded index funds where market quotes are available but are not considered actively traded are classified as Level 2. Net asset value of the fixed income index fund invested in U.S. Treasury inflation-protected securities (USTIPS) is calculated as of the close of business of the New York Exchange. Fair value of the fixed income index fund where a market quote is available but is not considered actively traded is classified as Level 2.

The following table presents information about the fair value of the Company’s financial instruments measured and reported at fair value (*in thousands*).

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total Fair Value as of June 30, 2014
<b>Assets</b>				
Common stocks				
Large capital equity index fund	\$ —	\$ 35,953	\$ —	\$ 35,953
Small capital equity index fund	—	33,662	—	33,662
International equity index fund	—	25,641	—	25,641
Publicly-traded fixed income index fund (a)	—	67,436	—	67,436
Total common stocks	—	162,692	—	162,692
Total assets measured and reported at fair value	\$ —	\$ 162,692	\$ —	\$ 162,692

(a) Represent investments in USTIPS.

As of June 30, 2014, the Company has no financial instruments measured at fair value using Level 3 inputs.

The following table presents information about the aggregate fair value of the Company’s financial instruments (*in thousands*).

	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Aggregate Fair Value as of June 30, 2014	Admitted Assets as of June 30, 2014
Bonds	\$ 76,214	\$ 571,320	\$ —	\$ 647,534	\$ 636,079
Common stocks	—	162,692	—	162,692	162,692
Total	\$ 76,214	\$ 734,012	\$ —	\$ 810,226	\$ 798,771

As of June 30, 2014, the Company has no financial instruments for which it is not practicable to estimate fair value.

## NOTES TO FINANCIAL STATEMENTS

### 21. Other Items

#### A. Extraordinary Items

Not applicable.

#### B. Troubled Debt Restructuring: Debtors

Not applicable.

#### C. Other Disclosures and Unusual Items

The Company is subject to the Health Insurer Tax (HIT) under Section 9010 of the Patient Protection and Affordable Care Act. In accordance with SSAP No. 106 *Affordable Care Act Assessments*, the entire HIT fee for 2014 is recognized as general administrative expense on January 1. The Company has recorded the estimated 2014 HIT fee of \$34,897,000 as of June 30, 2014.

#### D. Business Interruption Insurance Recoveries

Not applicable.

#### E. State Transferable and Non-transferable Tax Credits

Not applicable.

#### F. Subprime-Mortgage-Related Risk Exposure

- (1) The Company categorizes mortgage securities with an average FICO score of less than 675 (credit score) as a subprime mortgage security. The Company has no subprime mortgage securities as of June 30, 2014.
- (2) The Company does not engage in mortgage lending and therefore has no direct exposure through investments in subprime mortgage loans.
- (3) The Company has no exposure in subprime mortgage lending through its fixed maturity and equity investments.

#### G. Retained Assets

Not applicable.

#### H. Offsetting and Netting of Assets and Liabilities

Not applicable.

#### I. Joint and Several Liabilities

Not applicable.

### 22. Events Subsequent

Not applicable.

### 23. Reinsurance

#### A. Ceded Reinsurance Report

The Company maintains a reinsurance agreement with CFMI and GHMSI providing stop-loss coverage. This coverage does not have an expiration date.

The Company also maintains a quota-share reinsurance agreement with TDN. Under the terms of the agreement, the Company assumes all the underwriting risk on the business written by TDN. The Company assumed revenue from TDN in the amount of \$3,228,000 and \$3,391,000 and incurred an underwriting loss in the amount of \$205,000 and \$2,346,000 for the six months ended June 30, 2014 and 2013, respectively.

#### B. Uncollectible Reinsurance

Not applicable.

#### C. Commutation of Ceded Reinsurance

Not applicable.

#### D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

NOTES TO FINANCIAL STATEMENTS

Not applicable.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. – C. Not applicable.

D. Medical loss ratio rebates required pursuant to the Public Health Service Act are as follows (*in thousands*):

	Individual		Small Group Employer	Large Group Employer	Other Categories with Rebates	Total
Prior Reporting Year						
(1) Medical loss ratio rebates incurred	\$	–	\$ 531	\$ (1,920)	\$ –	\$ (1,389)
(2) Medical loss ratio rebates paid		–	1,121	–	–	1,121
(3) Medical loss ratio rebates unpaid		–	–	–	–	–
(4) Plus reinsurance assumed amounts	XXX		XXX	XXX	XXX	–
(5) Less reinsurance ceded amounts	XXX		XXX	XXX	XXX	–
(6) Rebates unpaid net of reinsurance	XXX		XXX	XXX	XXX	\$ –
Current Reporting Year-to-Date						
(7) Medical loss ratio rebates incurred	\$	–	\$ 29	\$ –	\$ –	\$ 29
(8) Medical loss ratio rebates paid		–	–	–	–	–
(9) Medical loss ratio rebates unpaid		–	29	–	–	29
(10) Plus reinsurance assumed amounts	XXX		XXX	XXX	XXX	–
(11) Less reinsurance ceded amounts	XXX		XXX	XXX	XXX	–
(12) Rebates unpaid net of reinsurance	XXX		XXX	XXX	XXX	\$ 29

E. Risk Sharing Provisions of the Affordable Care Act

1. Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act (ACA) risk sharing provisions?

Yes.

2. Impact of Risk Sharing Provisions of the ACA on Admitted Assets, Liabilities and Revenue for the six months ended June 30, 2014 (*in thousands*):

## NOTES TO FINANCIAL STATEMENTS

## a. Permanent ACA Risk Adjustment Program

## Assets

1. Premium adjustments receivable due to ACA Risk Adjustment	\$	—
--	----	---

## Liabilities

2. Risk adjustment user fees payable for ACA Risk Adjustment		546
--	--	-----

3. Premium adjustments payable due to ACA Risk Adjustment		—
---	--	---

## Operations (Revenue &amp; Expense)

4. Reported as revenue in premium for accident and health contracts written due to ACA Risk Adjustment		—
--	--	---

5. Reported in expenses as ACA risk adjustment user fees incurred		546
---	--	-----

## b. Transitional ACA Reinsurance Program

## Assets

1. Amounts recoverable for claims paid due to ACA Reinsurance	\$	8,812
---	----	-------

2. Amounts recoverable for claims unpaid due to ACA Reinsurance (Contra Liability)		—
--	--	---

3. Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance		—
---	--	---

## Liabilities

4. Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium		19,384
---	--	--------

5. Ceded reinsurance premiums payable due to ACA Reinsurance		—
--	--	---

6. Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance		—
---	--	---

## Operations (Revenue &amp; Expense)

7. Ceded reinsurance premiums due to ACA Reinsurance		—
--	--	---

8. Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments		8,812
---	--	-------

9. ACA Reinsurance contributions – not reported as ceded premium		19,384
--	--	--------

## c. Temporary ACA Risk Corridors Program

## Assets

1. Accrued retrospective premium due from ACA Risk Corridors	\$	7,970
--	----	-------

## Liabilities

2. Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors		—
---	--	---

## Operations (Revenue &amp; Expense)

3. Effect of ACA Risk Corridors on net premium income		7,970
---	--	-------

4. Effect of ACA Risk Corridors on change in reserves for rate credits		—
--	--	---

The Company has not been able to determine a reasonable estimate for risk adjustment due to inadequate data. Therefore, the Company did not record a risk adjustment receivable or payable for the six months ended June 30, 2014. The Company will continue to evaluate the data and refine the methodology so that a reasonable estimate can be determined by year end.

**25. Change in Incurred Claims and Claim Adjustment Expenses**

As of June 30, 2014, \$119,670,000 has been paid for incurred claims attributable to insured events for prior years. Reserves remaining for prior years are now \$5,225,000 as a result of re-estimation of unpaid claims and unpaid claims adjustment expenses. Therefore, there has been a \$13,334,000 favorable prior year development since December 31, 2013 to June 30, 2014, which includes a \$655,000 unfavorable development in the Federal Employee Program line of business. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

**26. Intercompany Pooling Arrangements**

Not applicable.

**27. Structured Settlements**

Not applicable.

**28. Health Care Receivables**

A. No change.

B. Not applicable.

## NOTES TO FINANCIAL STATEMENTS

### **29. Participating Policies**

Not applicable.

### **30. Premium Deficiency Reserve**

1. Liability carried for premium deficiency reserves: \$2,120,000 within aggregate health policy reserves
2. Date of the most recent evaluation of this liability: June 30, 2014
3. Was anticipated investment income utilized in the calculation? No

### **31. Salvage and Subrogation**

No change.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☒ No ☐

1.2

If yes, has the report been filed with the domiciliary state?

Yes ☒ No ☐

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒

2.2

If yes, date of change:

3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?  
If yes, complete Schedule Y, Parts 1 and 1A.

Yes ☒ No ☐

3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒

3.3

If the response to 3.2 is yes, provide a brief description of those changes.

4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒

4.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?  
If yes, attach an explanation.

Yes ☐ No ☐ N/A ☒

6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2013

6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2008

6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

09/25/2009

6.4

By what department or departments?  
District of Columbia Department of Insurance, Securities and Banking

6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☐ No ☐ N/A ☒

6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☒ No ☐ N/A ☐

7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒

7.2

If yes, give full information:

8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒

8.2

If response to 8.1 is yes, please identify the name of the bank holding company.

8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☐ No ☒

8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships; (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity; (c) Compliance with applicable governmental laws, rules and regulations; (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and (e) Accountability for adherence to the code.

Yes [ X ] No [ ]
- 9.11

If the response to 9.1 is No, please explain:
- 9.2

Has the code of ethics for senior managers been amended?

Yes [ X ] No [ ]
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).  
The code was amended in 2013 with an effective date of January 1, 2014. The code is periodically updated to reflect best practices and new policies.
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [ ] No [ X ]
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [ X ] No [ ]
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$ 0

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes [ ] No [ X ]
- 11.2

If yes, give full and complete information relating thereto:
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$ 0
13.

Amount of real estate and mortgages held in short-term investments:

\$ 0
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes [ X ] No [ ]
- 14.2

If yes, please complete the following:
- |   | 1<br>Prior Year-End<br>Book/Adjusted<br>Carrying Value | 2<br>Current Quarter<br>Book/Adjusted<br>Carrying Value |
|---|--|---|
| 14.21 Bonds   | \$ 0   | \$ 0  |
| 14.22 Preferred Stock   | \$ 0   | \$ 0  |
| 14.23 Common Stock  | \$ 551,353   | \$ 513,971  |
| 14.24 Short-Term Investments  | \$ 0   | \$ 0  |
| 14.25 Mortgage Loans on Real Estate   | \$ 0   | \$ 0  |
| 14.26 All Other   | \$ 0   | \$ 0  |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) | \$ 551,353   | \$ 513,971  |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above                       | \$ 0   | \$ 0  |
- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes [ ] No [ X ]
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?  
If no, attach a description with this statement.

Yes [ ] No [ ]

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

GENERAL INTERROGATORIES

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$0
- 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

\$0
- 16.3 Total payable for securities lending reported on the liability page

\$0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?
- Yes
- X
- No
- 

- 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
SunTrust Bank	1445 New York Ave, Washington DC 20005
Bank of New York Mellon	1 Wall Street, New York, NY 10286

- 17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?
- Yes
- 
- No
- X

- 17.4 If yes, give full information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

- 17.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
15958	Vanguard	P.O. Box 2900 Valley Forge, PA 19482
104596	Dodge & Cox	55 California Street, San Francisco CA 94104
105496	T. Rowe Price	100 E. Pratt St., Baltimore, MD 21202

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?
- Yes
- X
- No
- 

- 18.2 If no, list exceptions:



GENERAL INTERROGATORIES

PART 2 - HEALTH

1.

Operating Percentages:

1.1 A&H loss percent

79.7 %

1.2 A&H cost containment percent

1.6 %

1.3 A&H expense percent excluding cost containment expenses

19.9 %
- 2.1

Do you act as a custodian for health savings accounts?

Yes [ ] No [ X ]
- 2.2

If yes, please provide the amount of custodial funds held as of the reporting date

\$.0
- 2.3

Do you act as an administrator for health savings accounts?

Yes [ ] No [ X ]
- 2.4

If yes, please provide the balance of the funds administered as of the reporting date

\$.0

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

## SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

[illegible]

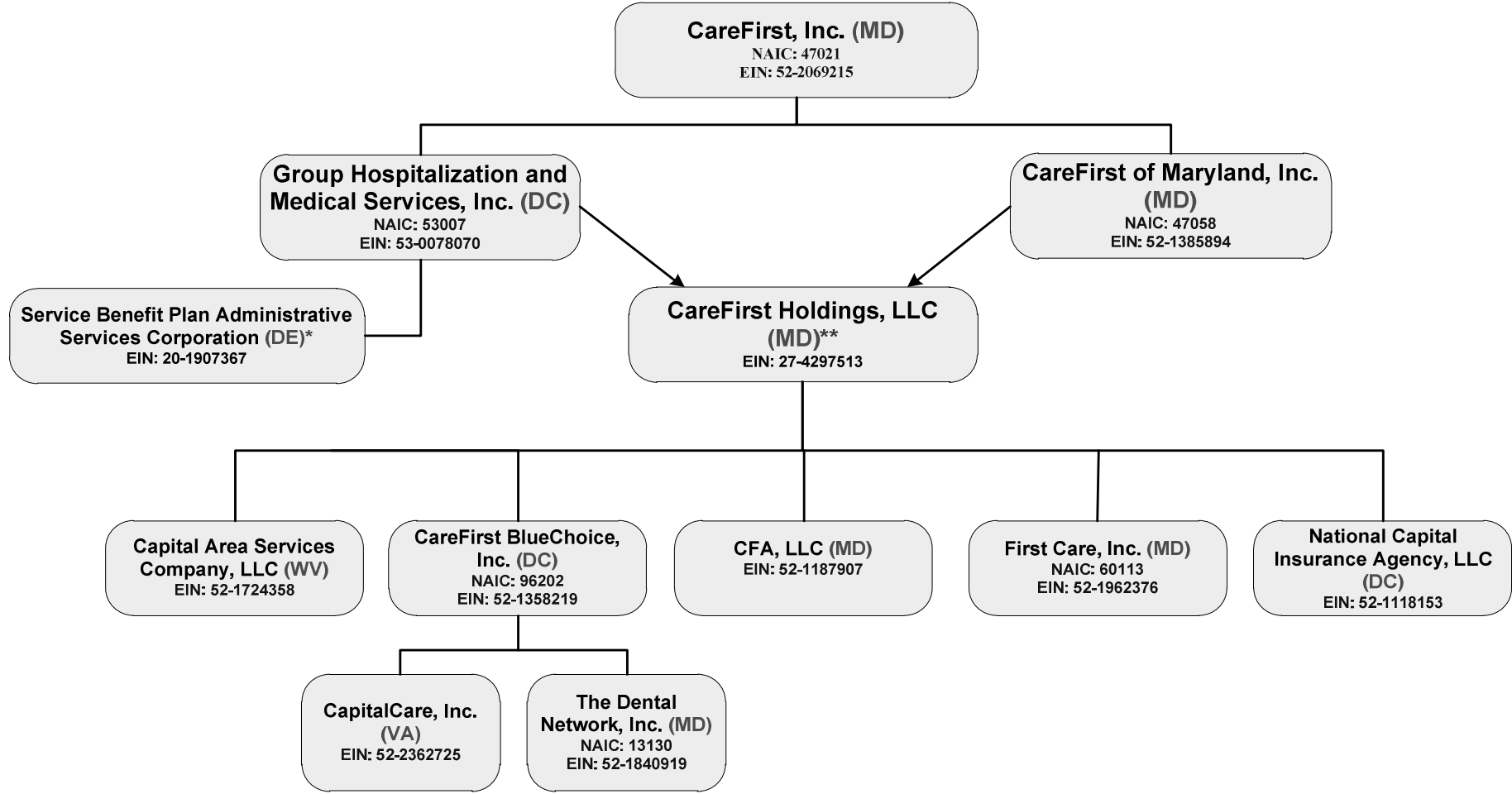
SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

		1	Direct Business Only							
			2	3	4	5	6	7	8	9
States, etc.		Active Status	Accident and Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life and Annuity Premiums & Other Considerations	Property/ Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts
1.	Alabama	AL	N	0	0	0	0	0	0	0
2.	Alaska	AK	N	0	0	0	0	0	0	0
3.	Arizona	AZ	N	0	0	0	0	0	0	0
4.	Arkansas	AR	N	0	0	0	0	0	0	0
5.	California	CA	N	0	0	0	0	0	0	0
6.	Colorado	CO	N	0	0	0	0	0	0	0
7.	Connecticut	CT	N	0	0	0	0	0	0	0
8.	Delaware	DE	N	0	0	0	0	0	0	0
9.	District of Columbia	DC	L	188,558,399	0	0	0	0	188,558,399	0
10.	Florida	FL	N	0	0	0	0	0	0	0
11.	Georgia	GA	N	0	0	0	0	0	0	0
12.	Hawaii	HI	N	0	0	0	0	0	0	0
13.	Idaho	ID	N	0	0	0	0	0	0	0
14.	Illinois	IL	N	0	0	0	0	0	0	0
15.	Indiana	IN	N	0	0	0	0	0	0	0
16.	Iowa	IA	N	0	0	0	0	0	0	0
17.	Kansas	KS	N	0	0	0	0	0	0	0
18.	Kentucky	KY	N	0	0	0	0	0	0	0
19.	Louisiana	LA	N	0	0	0	0	0	0	0
20.	Maine	ME	N	0	0	0	0	0	0	0
21.	Maryland	MD	L	834,105,276	0	144,477,464	0	0	978,582,740	0
22.	Massachusetts	MA	N	0	0	0	0	0	0	0
23.	Michigan	MI	N	0	0	0	0	0	0	0
24.	Minnesota	MN	N	0	0	0	0	0	0	0
25.	Mississippi	MS	N	0	0	0	0	0	0	0
26.	Missouri	MO	N	0	0	0	0	0	0	0
27.	Montana	MT	N	0	0	0	0	0	0	0
28.	Nebraska	NE	N	0	0	0	0	0	0	0
29.	Nevada	NV	N	0	0	0	0	0	0	0
30.	New Hampshire	NH	N	0	0	0	0	0	0	0
31.	New Jersey	NJ	N	0	0	0	0	0	0	0
32.	New Mexico	NM	N	0	0	0	0	0	0	0
33.	New York	NY	N	0	0	0	0	0	0	0
34.	North Carolina	NC	N	0	0	0	0	0	0	0
35.	North Dakota	ND	N	0	0	0	0	0	0	0
36.	Ohio	OH	N	0	0	0	0	0	0	0
37.	Oklahoma	OK	N	0	0	0	0	0	0	0
38.	Oregon	OR	N	0	0	0	0	0	0	0
39.	Pennsylvania	PA	N	0	0	0	0	0	0	0
40.	Rhode Island	RI	N	0	0	0	0	0	0	0
41.	South Carolina	SC	N	0	0	0	0	0	0	0
42.	South Dakota	SD	N	0	0	0	0	0	0	0
43.	Tennessee	TN	N	0	0	0	0	0	0	0
44.	Texas	TX	N	0	0	0	0	0	0	0
45.	Utah	UT	N	0	0	0	0	0	0	0
46.	Vermont	VT	N	0	0	0	0	0	0	0
47.	Virginia	VA	L	188,353,877	0	0	0	0	188,353,877	0
48.	Washington	WA	N	0	0	0	0	0	0	0
49.	West Virginia	WV	N	0	0	0	0	0	0	0
50.	Wisconsin	WI	N	0	0	0	0	0	0	0
51.	Wyoming	WY	N	0	0	0	0	0	0	0
52.	American Samoa	AS	N	0	0	0	0	0	0	0
53.	Guam	GU	N	0	0	0	0	0	0	0
54.	Puerto Rico	PR	N	0	0	0	0	0	0	0
55.	U.S. Virgin Islands	VI	N	0	0	0	0	0	0	0
56.	Northern Mariana Islands	MP	N	0	0	0	0	0	0	0
57.	Canada	CAN	N	0	0	0	0	0	0	0
58.	Aggregate Other Aliens	OT	XXX	0	0	0	0	0	0	0
59.	Subtotal	XXX	1,211,017,552	0	0	144,477,464	0	0	1,355,495,016	0
60.	Reporting Entity Contributions for Employee Benefit Plans	XXX	0	0	0	0	0	0	0	0
61.	Totals (Direct Business)	(a) 3	1,211,017,552	0	0	144,477,464	0	0	1,355,495,016	0
DETAILS OF WRITE-INS										
58001.		XXX								
58002.		XXX								
58003.		XXX								
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX	0	0	0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.  
(a) Insert the number of L responses except for Canada and Other Alien.  
Enrollment and billing systems capture and report premiums by group situs.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART



\*Service Benefit Plan Administrative Services Corporation is owned 90% by Group Hospitalization and Medical Services, Inc. and 10% by the Blue Cross and Blue Shield Association.

\*\*CareFirst Holdings, LLC is owned 50.001% by CareFirst of Maryland, Inc. and 49.999% by Group Hospitalization and Medical Services, Inc.

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

## SCHEDULE Y

## PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

[illegible]

Asterisk	Explanation
N/A	

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

Response

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? .....

NO

Explanation:

1.

Bar Code:

1. Medicare Part D Coverage Supplement [Document Identifier 365]



**OVERFLOW PAGE FOR WRITE-INS**

SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Current year change in encumbrances .....		
4. Total gain (loss) on disposals .....		
5. Deduct amounts received on disposals .....		
6. Total foreign exchange change in book/adjusted carrying value .....		
7. Deduct current year's other than temporary impairment recognized .....		
8. Deduct current year's depreciation .....		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....		
10. Deduct total nonadmitted amounts .....		
11. Statement value at end of current period (Line 9 minus Line 10) .....		

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and mortgage interest point and commitment fees .....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		
10. Deduct current year's other than temporary impairment recognized .....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....		
12. Total valuation allowance .....		
13. Subtotal (Line 11 plus Line 12) .....		
14. Deduct total nonadmitted amounts .....		
15. Statement value at end of current period (Line 13 minus Line 14) .....		

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and depreciation .....		
9. Total foreign exchange change in book/adjusted carrying value .....		
10. Deduct current year's other than temporary impairment recognized .....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....		
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12) .....		

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	774,542,553	776,812,355
2. Cost of bonds and stocks acquired .....	494,179,199	999,951,368
3. Accrual of discount .....	194,759	301,978
4. Unrealized valuation increase (decrease) .....	3,351,393	(2,904,274)
5. Total gain (loss) on disposals .....	10,171,251	20,071,096
6. Deduct consideration for bonds and stocks disposed of .....	480,381,320	1,012,057,380
7. Deduct amortization of premium .....	2,772,624	7,632,590
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	799,285,211	774,542,553
11. Deduct total nonadmitted amounts .....	12,487	12,487
12. Statement value at end of current period (Line 10 minus Line 11) .....	799,272,724	774,530,066



SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a) .....	623,960,516	364,810,431	376,760,338	6,036,823	623,960,516	618,047,432	0	611,089,364
2. NAIC 2 (a) .....	126,697,378	33,945,967	25,695,144	(7,652,770)	126,697,378	127,295,431	0	121,282,244
3. NAIC 3 (a) .....	135,218	0	0	329,252	135,218	464,470	0	243,774
4. NAIC 4 (a) .....	613,141	0	1,088	(4,311)	613,141	607,742	0	987,165
5. NAIC 5 (a) .....	376,216	0	23,201	(1,722)	376,216	351,293	0	0
6. NAIC 6 (a) .....	10	0	0	0	10	10	0	10
7. Total Bonds	751,782,479	398,756,398	402,479,771	(1,292,728)	751,782,479	746,766,378	0	733,602,557
PREFERRED STOCK								
8. NAIC 1 .....	0	0	0	0	0	0	0	0
9. NAIC 2 .....	0	0	0	0	0	0	0	0
10. NAIC 3 .....	0	0	0	0	0	0	0	0
11. NAIC 4 .....	0	0	0	0	0	0	0	0
12. NAIC 5 .....	0	0	0	0	0	0	0	0
13. NAIC 6 .....	0	0	0	0	0	0	0	0
14. Total Preferred Stock .....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	751,782,479	398,756,398	402,479,771	(1,292,728)	751,782,479	746,766,378	0	733,602,557

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ .....0 ; NAIC 2 \$ .....0 ; NAIC 3 \$ .....0 ;  
NAIC 4 \$ .....0 ; NAIC 5 \$ .....0 ; NAIC 6 \$ .....0

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year-to-Date	Paid for Accrued Interest Year-to-Date
9199999 Totals	110,687,431	xxx	110,736,732	52,809	8,982

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	96,498,693	15,268,421
2. Cost of short-term investments acquired .....	140,286,766	320,989,378
3. Accrual of discount .....	0	500
4. Unrealized valuation increase (decrease) .....	20,737	1,598
5. Total gain (loss) on disposals .....	8,369	7,873
6. Deduct consideration received on disposals .....	126,038,597	239,702,042
7. Deduct amortization of premium .....	88,537	67,035
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	110,687,431	96,498,693
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	110,687,431	96,498,693

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards  
**N O N E**

Schedule DB - Part B - Verification - Futures Contracts  
**N O N E**

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open  
**N O N E**

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open  
**N O N E**

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of  
Derivatives  
**N O N E**

Schedule E - Verification - Cash Equivalents  
**N O N E**

Schedule A - Part 2 - Real Estate Acquired and Additions Made  
**N O N E**

Schedule A - Part 3 - Real Estate Disposed  
**N O N E**

Schedule B - Part 2 - Mortgage Loans Acquired  
**N O N E**

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid  
**N O N E**

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired  
**N O N E**

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid  
**N O N E**

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
36179M-K7-4	GNMA PASS-THRU M SINGLE FAMILY		.06/12/2014	BARCLAYS CAPITAL INC		259,842	251,055	439	1
36179N-DR-6	GNMA PASS-THRU M SINGLE FAMILY		.06/12/2014	CHASE SECURITIES, INC.		606,813	585,828	1,025	1
36179Q-BG-5	GNMA PASS-THRU M SINGLE FAMILY		.06/17/2014	CHASE SECURITIES, INC.		47,662	44,765	90	1
36179Q-DY-4	GNMA PASS-THRU M SINGLE FAMILY		.06/17/2014	VARIOUS		1,428,915	1,376,836	2,409	1
36202F-B3-9	GNMA PASS-THRU M SINGLE FAMILY		.04/02/2014	MELLON BANK/CAPITAL MKTS		137,892	127,974	336	1
36202F-KM-7	GNMA PASS-THRU M SINGLE FAMILY		.06/18/2014	SALOMON SMITH BARNEY INC/		95,663	89,732	219	1
36202F-TK-2	GNMA PASS-THRU M SINGLE FAMILY		.06/17/2014	SALOMON SMITH BARNEY INC/		236,418	221,664	443	1
3622A2-KS-0	GNMA PASS-THRU X PLATINUM 30YR		.06/19/2014	NOMURA SECURITIES INTL		94,602	80,555	422	1
38378K-ZD-4	GNMA REMIC TRUST 2013-101		.06/17/2014	CFG CAPITAL MARKETS LLC		1,705,399	1,717,610	2,378	1
38378K-J6-7	GNMA REMIC TRUST 2013-126		.06/17/2014	CFG CAPITAL MARKETS LLC		1,778,997	1,722,022	2,615	1
38378K-4S-5	GNMA REMIC TRUST 2013-141		.06/17/2014	CFG CAPITAL MARKETS LLC		1,803,542	1,727,105	2,945	1
912810-FP-8	UNITED STATES TREAS BDS		.06/16/2014	VARIOUS		1,296,260	995,000	11,493	1
912810-QZ-4	UNITED STATES TREAS BDS		.06/03/2014	VARIOUS		1,226,937	1,300,000	9,310	1
912810-RB-6	UNITED STATES TREAS BDS		.04/02/2014	BOENNING & SCATTERGOOD IN		10,370,156	12,000,000	138,191	1
912810-RE-0	UNITED STATES TREAS BDS		.05/12/2014	VARIOUS		24,659,531	24,000,000	206,685	1
912810-RG-5	UNITED STATES TREAS BDS		.06/04/2014	VARIOUS		36,014,062	36,000,000	51,726	1
912828-C2-4	UNITED STATES TREAS NTS		.05/13/2014	HSBC SECURITIES, INC.		648,020	650,000	2,040	1
912828-C3-2	UNITED STATES TREAS NTS		.04/07/2014	LINSCO/PRIVATE LEDGER COR		9,978,125	10,000,000	4,891	1
912828-C5-7	UNITED STATES TREAS NTS		.05/06/2014	LINSCO/PRIVATE LEDGER COR		4,518,281	4,500,000	10,236	1
912828-C6-5	UNITED STATES TREAS NTS		.05/08/2014	BANC AMERICA SECURITIES L		4,203,117	4,200,000	8,018	1
912828-D2-3	UNITED STATES TREAS NTS		.05/12/2014	VARIOUS		40,458,672	40,500,000	16,007	1
912828-WA-4	UNITED STATES TREAS NTS		.05/29/2014	UBS WARBURG		2,856,457	2,850,000	2,385	1
912828-WG-1	UNITED STATES TREAS NTS		.05/01/2014	LINSCO/PRIVATE LEDGER COR		19,261,500	19,200,000	2,348	1
912828-WL-0	UNITED STATES TREAS NTS		.06/12/2014	BANC AMERICA SECURITIES L		3,265,010	3,295,000	1,756	1
0599999. Subtotal - Bonds - U.S. Governments						166,951,873	167,435,145	478,407	XXX
563469-UD-5	MANITOBA PROV CDA	A	.05/07/2014	CIBC WORLD MARKETS CORP.		49,825	50,000	0	1FE
617726-AF-1	MOROCCO KINGDOM 144A	R	.04/28/2014	JP MORGAN CHASE BANK		193,000	200,000	3,306	2FE
1099999. Subtotal - Bonds - All Other Governments						242,825	250,000	3,306	XXX
19625A-AG-7	COLONY TEX LOC DEV CORP SALES		.04/01/2014	RAYMOND JAMES & ASSOCIATE		1,452,750	1,500,000	610	1FE
3128P7-BD-0	FHLMC PC GOLD CASH 20		.06/17/2014	CFG CAPITAL MARKETS LLC		3,627,422	3,500,000	6,465	1
3128M9-WC-2	FHLMC PC GOLD COMB 30		.04/01/2014	MORGAN STANLEY & CO. INC		80,393	75,133	85	1
3128MJ-TU-4	FHLMC PC GOLD COMB 30		.06/17/2014	LINSCO/PRIVATE LEDGER COR		1,598,241	1,567,863	2,896	1
3137AL-XJ-3	FHLMC REMIC SERIES 4000		.04/07/2014	UBS FINANCIAL SERVICES IN		7,095,426	7,088,780	4,430	1
3138EN-AH-2	FNMA PASS-THRU ADJ LIBOR		.05/19/2014	BARCLAYS CAPITAL INC		3,662,124	3,549,000	7,994	1
3138EG-RS-5	FNMA PASS-THRU INT 15 YEAR		.04/08/2014	G.X. CLARKE & COMPANY		23,417	21,885	41	1
3138EJ-E3-8	FNMA PASS-THRU INT 15 YEAR		.04/08/2014	G.X. CLARKE & COMPANY		28,775	26,845	50	1
3138EM-CY-5	FNMA PASS-THRU INT 15 YEAR		.05/12/2014	GOLDMAN, SACHS & CO.		48,845	45,609	66	1
3138EM-U6-6	FNMA PASS-THRU INT 15 YEAR		.04/07/2014	UBS FINANCIAL SERVICES IN		7,008,301	6,943,208	7,233	1
314120-EQ-8	FNMA PASS-THRU INT 15 YEAR		.04/08/2014	G.X. CLARKE & COMPANY		52,154	48,487	91	1
31418A-FY-9	FNMA PASS-THRU INT 15 YEAR		.04/02/2014	MORGAN STANLEY & CO. INC		309,296	300,926	376	1
31418B-A7-1	FNMA PASS-THRU INT 20 YEAR		.05/12/2014	CHASE SECURITIES, INC.		45,635	44,085	47	1
31418B-D3-7	FNMA PASS-THRU INT 20 YEAR		.06/17/2014	CFG CAPITAL MARKETS LLC		3,614,350	3,486,336	6,440	1
3138EJ-EY-0	FNMA PASS-THRU LNG 30 YEAR		.05/09/2014	MORGAN STANLEY & CO. INC		221,504	210,299	257	1
3138EL-X7-3	FNMA PASS-THRU LNG 30 YEAR		.05/12/2014	CHASE SECURITIES, INC.		110,743	103,167	142	1
3138EL-X8-1	FNMA PASS-THRU LNG 30 YEAR		.04/04/2014	VARIOUS		404,575	359,377	495	1
3138EM-VY-3	FNMA PASS-THRU LNG 30 YEAR		.05/12/2014	CHASE SECURITIES, INC.		1,711,307	1,553,086	2,373	1
3138XP-MC-4	FNMA PASS-THRU LNG 30 YEAR		.05/28/2014	BARCLAYS CAPITAL INC		880,094	812,433	1,117	1
31418T-JF-5	FNMA PASS-THRU LNG 30 YEAR		.06/17/2014	LINSCO/PRIVATE LEDGER COR		1,093,665	985,284	2,600	1
31419A-4N-4	FNMA PASS-THRU LNG 30 YEAR		.05/09/2014	MORGAN STANLEY & CO. INC		207,153	202,780	217	1
3138EJ-P8-5	FNMA PASS-THRU SF30 LTV125+		.06/17/2014	LINSCO/PRIVATE LEDGER COR		3,176,554	2,977,001	6,285	1
31416Y-C9-7	FNMA PASS-THRU INT 20 YEAR		.06/17/2014	LINSCO/PRIVATE LEDGER COR		1,152,195	1,057,514	2,512	1
3138AF-W6-3	FNMA PASS-THRU LNG 30 YEAR		.06/17/2014	LINSCO/PRIVATE LEDGER COR		2,082,024	1,928,916	4,581	1
31417F-3G-1	FNMA PASS-THRU LNG 30 YEAR		.06/12/2014	RBC CAPITAL MARKETS CORP		874,179	891,593	1,189	1
3136AH-BX-7	FNMA REMIC TRUST 2013-123		.04/07/2014	UBS FINANCIAL SERVICES IN		3,214,804	3,150,803	2,363	1
647677-AJ-2	NEW ORLEANS LA NAVY HSG MILITA		.05/02/2014	U.S. BANCORP PIPER JAFFRA		2,049,680	2,000,000	7,033	1FE
3199999. Subtotal - Bonds - U.S. Special Revenues						45,825,606	44,430,414	67,988	XXX
88579Y-AH-4	3M CO		.06/18/2014	RBC CAPITAL MARKETS CORP		955,200	1,000,000	1,938	1FE
001055-AD-4	AFLAC INC		.06/18/2014	MIZUHO SECURITIES USA INC		2,011,575	1,500,000	1,725	1FE
023551-AM-6	AMERADA HESS CORP		.06/23/2014	RAYMOND JAMES & ASSOCIATE		2,013,824	1,525,000	30,484	2FE
035229-DA-8	ANHEUSER BUSCH COS INC		.06/19/2014	CFG CAPITAL MARKETS LLC		2,398,880	2,000,000	26,514	1FE
037833-AT-7	APPLE INC		.06/24/2014	MERRILL LYNCH PROFESSNL C		8,120,560	8,000,000	50,433	1FE
04621W-AA-8	ASSURED GTY US HLDGS INC		.06/23/2014	RAYMOND JAMES & ASSOCIATE		1,159,611	1,010,000	4,910	1FE

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
00206R-BD-3	AT&T INC		.04/23/2014	BOENNING & SCATTERGOOD IN		1,480,725	1,500,000	.9,125	1FE
05377R-BF-0	AVIS BUDGET RENTAL FDG 2013 144A		.04/25/2014	MORGAN STANLEY & CO. INC		133,900	130,000	.107	1FE
053807-AO-6	AVNET INC NT 5.875%20		.05/13/2014	BANC AMERICA SECURITIES L		310,294	275,000	6,777	2FE
06051G-FC-8	BANK AMER CORP		.06/18/2014	MERRILL LYNCH PROFESSNL C		1,581,870	1,500,000	31,667	1FE
071813-BA-6	BAXTER INTL INC		.04/03/2014	MIZUHO SECURITIES USA INC		1,540,238	1,400,000	9,275	1FE
097014-AL-8	BOEING CAP CORP		.04/07/2014	BOENNING & SCATTERGOOD IN		562,545	500,000	10,640	1FE
12189L-AA-9	BURLINGTON NORTHN SANTA FE CP		.06/23/2014	LINSCO/PRIVATE LEDGER COR		2,951,875	2,500,000	21,962	2FE
14170T-AK-7	CAREFUSION CORP		.06/19/2014	RBC CAPITAL MARKETS CORP		1,000,280	1,000,000	4,333	2FE
14987B-AE-3	CC HLDGS GS V LLC/CROWN CASTL		.05/28/2014	VARIOUS		161,915	160,000	.804	2FE
12505N-AB-0	CGG RECEIVABLES ABS 1.060% 144A		.05/06/2014	CHASE SECURITIES, INC		99,991	100,000	.0	1FE
12513Y-AF-7	CD 2007-CD4 MTG TRUST		.04/07/2014	UBS FINANCIAL SERVICES IN		4,385,000	4,000,000	5,322	1FM
161571-GN-8	CHASE ISSUANCE TR 2014-5A		.05/07/2014	CHASE SECURITIES, INC		240,000	240,000	.0	1FE
17322M-AY-2	CITGRP COML MTG TR 2014-GC21		.05/07/2014	SALOMON SMITH BARNEY INC/		396,530	385,000	.904	1FE
126117-AQ-3	CNA FINL CORP		.05/13/2014	WACHOVIA SECURITIES CAPIT		239,889	205,000	3,044	2FE
20030N-BK-6	COMCAST CORP NEW		.06/19/2014	RBC CAPITAL MARKETS CORP		2,107,380	2,000,000	31,139	1FE
12631D-AK-1	COMM MTG TR 2014-CORE17		.06/17/2014	LINSCO/PRIVATE LEDGER COR		1,781,006	1,720,000	2,734	1FE
205887-AX-0	CONAGRA FOODS INC		.06/20/2014	CANTOR FITZGERALD & CO		2,801,680	2,000,000	45,833	2FE
212015-AH-4	CONTINENTAL RESOURCES INC		.05/21/2014	VARIOUS		470,888	435,000	4,141	2FE
12648N-AA-0	CSMC TR 2014-ICE 144A		.05/30/2014	CREDIT SUISSE FIRST BOSTO		100,000	100,000	.0	1FE
26138E-AP-4	DR PEPPER SNAPPLE GROUP INC		.04/30/2014	LINSCO/PRIVATE LEDGER COR		1,265,625	1,250,000	18,889	2FE
26439X-AC-7	DUKE ENERGY FIELD SVCS LLC		.06/18/2014	RAYMOND JAMES & ASSOCIATE		1,307,500	1,000,000	28,663	2FE
278062-AD-6	EATON CORP PLC		.06/19/2014	LINSCO/PRIVATE LEDGER COR		1,971,600	2,000,000	11,556	2FE
278642-AE-3	EBAY INC		.04/29/2014	LINSCO/PRIVATE LEDGER COR		1,919,600	2,000,000	15,456	1FE
278642-AF-0	EBAY INC		.06/19/2014	MERRILL LYNCH PROFESSNL C		1,762,560	2,000,000	35,333	1FE
30165R-AA-6	EXETER AUTO RECV TR 2014 144A		.05/20/2014	SALOMON SMITH BARNEY INC/		74,997	75,000	.0	1FE
361448-AT-0	GATX CORP		.05/09/2014	RBC CAPITAL MARKETS CORP		85,207	85,000	.413	2FE
369550-AT-5	GENERAL DYNAMICS CORP		.06/19/2014	MERRILL LYNCH PROFESSNL C		1,818,080	2,000,000	7,800	1FE
38141G-FD-1	GOLDMAN SACHS GROUP INC		.06/23/2014	CFG CAPITAL MARKETS LLC		3,023,400	2,500,000	39,844	2FE
38141E-AZ-5	GOLDMAN SACHS GRP INC MTN BE		.05/08/2014	DEUTSCHE BANK SECURITIES		402,999	330,000	6,050	1FE
36248G-AB-6	GS MTG SECS TR 2013-GCJ16		.06/17/2014	LINSCO/PRIVATE LEDGER COR		1,987,295	1,910,000	3,057	1FM
36253B-AQ-6	GS MTG SECS TR 2014-GC22		.06/05/2014	GOLDMAN, SACHS & CO.		69,999	70,000	.58	1FE
43284A-AA-2	HILTON GRAND VACA TR 2014-A 144A		.06/10/2014	DEUTSCHE BANK SECURITIES		219,970	220,000	.0	1FE
458140-AN-0	INTEL CORP		.06/20/2014	LINSCO/PRIVATE LEDGER COR		1,480,500	1,500,000	1,667	1FE
459200-BB-6	INTERNATIONAL BUSINESS MACHS		.06/19/2014	CFG CAPITAL MARKETS LLC		2,485,440	2,000,000	8,160	1FE
46186P-AA-1	INVITATION HOMES TR 2014 144A		.05/22/2014	DEUTSCHE BANK SECURITIES		135,000	135,000	.0	1FE
478160-AL-8	JOHNSON & JOHNSON		.06/19/2014	CFG CAPITAL MARKETS LLC		2,289,540	2,000,000	10,725	1FE
46641W-AZ-0	JPMBB COML MTG SEC TR 2014-C19		.04/29/2014	CHASE SECURITIES, INC		133,900	130,000	.306	1FE
46625H-JM-3	JPMORGAN CHASE & CO		.06/23/2014	CFG CAPITAL MARKETS LLC		2,831,475	2,500,000	50,781	1FE
485188-AN-6	KANSAS CITY SOUTHN RY CO		.06/25/2014	EXCHANGE		256,385	270,000	.0	2FE
50116P-AD-2	KUBOTA CR OWNER TR 2014-144A		.04/15/2014	CHASE SECURITIES, INC		259,951	260,000	.0	1FE
52109P-AE-5	LB-UBS CMBS 2007-06		.04/07/2014	UBS FINANCIAL SERVICES IN		2,136,206	1,984,861	9,366	1FM
50181Q-AH-1	LCOR ALEXANDRIA L L C 144A		.04/25/2014	RAYMOND JAMES & ASSOCIATE		2,268,620	2,000,000	17,000	2
524901-AR-6	LEGG MASON INC		.06/24/2014	VARIOUS		2,498,520	2,310,000	55,536	2FE
571748-AV-4	MARSH & MCLENNAN COS INC		.06/16/2014	CHASE SECURITIES, INC		179,566	180,000	.48	2FE
58013M-EH-3	MCDONALDS CORP MED TERM NT BE		.06/20/2014	MERRILL LYNCH PROFESSNL C		2,394,020	2,000,000	45,600	1FE
584918-AJ-3	MICROSOFT CORP		.06/20/2014	MERRILL LYNCH PROFESSNL C		2,051,960	2,000,000	21,000	1FE
585620-AL-9	MIDAMERICAN ENERGY CO		.06/19/2014	MIZUHO SECURITIES USA INC		2,175,420	2,000,000	26,400	1FE
55315C-AD-9	MMAF EQUIP FIN LLC 2014-A 144A		.06/03/2014	CHASE SECURITIES, INC		169,947	170,000	.0	1FE
61763M-AA-8	MS BOFAML TRUST 2014-C16		.06/05/2014	MORGAN STANLEY & CO. INC		75,000	75,000	.46	1FE
629568-AZ-9	NABORS INDS INC		.06/26/2014	EXCHANGE		44,981	45,000	.0	2FE
629568-BB-1	NABORS INDS INC		.06/26/2014	EXCHANGE		1,040,026	1,000,000	.0	2FE
66989H-AF-5	NOVARTIS CAPITAL CORP		.06/23/2014	MERRILL LYNCH PROFESSNL C		1,836,060	2,000,000	19,528	1FE
677050-AK-2	OGLETHORPE PIWR CORP		.06/23/2014	MERRILL LYNCH PROFESSNL C		2,009,780	2,000,000	3,539	1FE
68389X-AH-8	ORACLE CORP		.06/20/2014	CFG CAPITAL MARKETS LLC		2,510,760	2,000,000	56,826	1FE
709599-AQ-7	PENSKE TRUCK LEASING CO 144A		.06/12/2014	BANC AMERICA SECURITIES L		174,951	175,000	.0	2FE
740189-AH-8	PRECISION CASTPARTS CORP		.06/19/2014	CFG CAPITAL MARKETS LLC		1,175,451	1,246,000	21,462	1FE
76716X-AA-0	RIO OIL FIN TR 144A		.06/12/2014	BNP PARIBAS SECURITIES BO		2,124,958	2,125,000	.0	2FE
771196-AU-6	ROCHE HLDGS INC 144A		.06/20/2014	CFG CAPITAL MARKETS LLC		2,799,700	2,000,000	44,333	1FE
82967N-AQ-3	SIRIUS XM RADIO INC 144A		.05/13/2014	VARIOUS		314,398	290,000	3,358	2FE
863667-AG-6	STRYKER CORP		.06/19/2014	RBC CAPITAL MARKETS CORP		1,964,160	2,000,000	12,882	1FE
881561-XJ-8	TERWIN MTG TR 2005-14HE		.05/01/2014	ADJUSTMENT		.0	.555	.0	1FM
88163V-AD-1	TEVA PHARMACEUTICAL FIN LLC		.06/20/2014	CFG CAPITAL MARKETS LLC		1,783,680	1,500,000	36,900	1FE

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
882389-CC-1	TEXAS EASTN TRANSMISSION CORP		.06/18/2014	RAYMOND JAMES & ASSOCIATE		3,108,164	2,364,000	72,627	2FE
911312-AN-6	UNITED PARCEL SERVICE INC		.06/19/2014	LINSCO/PRIVATE LEDGER COR		1,111,000	1,000,000	5,281	1FE
931142-CY-7	WAL-MART STORES INC		.06/24/2014	LINSCO/PRIVATE LEDGER COR		5,552,500	5,000,000	43,056	1FE
92938V-AS-4	WELL FARGO COM MTG TR 2014-C19		.04/30/2014	WACHOVIA SECURITIES CAPIT		327,403	315,000	149	1FE
94974B-FY-1	WELLS FARGO CO MTN BE		.06/19/2014	LINSCO/PRIVATE LEDGER COR		1,017,100	1,000,000	2,392	1FE
92890F-BB-1	WFRBS COML MTG TR 2014-C20		.04/29/2014	WACHOVIA SECURITIES CAPIT		216,287	210,000	292	1FE
96950F-AJ-3	WILLIAMS PARTNERS L P		.06/25/2014	RBC CAPITAL MARKETS CORP		238,188	240,000	3,015	2FE
040254-74-0	AFRICAN DEV BANK	R	.04/15/2014	Citigroup Global Markets		1,998,885	1,500,000	4,609	1FE
03937L-AA-3	ARCH CAP GROUP LTD	R	.06/20/2014	U.S. BANCORP PIPER JAFFRA		2,028,930	1,500,000	16,538	1FE
046353-AD-0	ASTRAZENECA PLC	R	.06/20/2014	CFG CAPITAL MARKETS LLC		2,560,180	2,000,000	35,833	1FE
056752-AD-0	BAIDU INC	R	.06/04/2014	Goldman Sachs & Co		198,640	200,000	0	1FE
05533U-AD-0	BBVA BANCOMER S A INST DEBANC 144A	R	.05/07/2014	BONY - BANQUE DEWAAY SA		160,800	160,000	622	1FE
05578Q-AB-9	BPCE GBL NT 144A	R	.04/08/2014	VARIOUS		593,734	590,000	6,512	2FE
22532L-AL-8	CREDIT AGRICOLE S A 144A	R	.04/09/2014	EUROCLEAR BANK S.A. BRUSS		249,685	250,000	0	1FE
22546D-AA-4	CREDIT SUISSE INTERNATIONAL 144A	F	.05/02/2014	CREDIT SUISSE FIRST BOSTO		269,700	240,000	3,857	2FE
279158-AJ-8	ECOPETROL S A	R	.05/20/2014	GOLDMAN, SACHS & CO		29,801	30,000	0	2FE
28268B-AC-5	ENEL FIN INTL S A 144A	R	.04/15/2014	JEFFERIES & CO BONDS DIR		468,892	400,000	2,720	2FE
45687A-AG-7	INGERSOLL-RAND GLOBAL HLDG CO	R	.06/19/2014	CFG CAPITAL MARKETS LLC		2,314,360	2,000,000	2,875	2FE
62856R-AB-1	MYRIAD INTL HLDGS B V GLBL 144A	R	.05/20/2014	SALOMON SMITH BARNEY INC/		223,750	200,000	4,167	2FE
65557F-AA-4	NORDEA BK AB EURO MTN 144A	R	.05/13/2014	HSBC SECURITIES, INC.		398,668	370,000	150	1FE
78010X-AK-7	ROYAL BK OF SCOTLAND PLC	R	.06/17/2014	GREENWICH CAPITAL MKTS, I		311,017	265,000	7,169	1FE
88032W-AB-2	TENCENT HLDGS LTD 144A	R	.05/09/2014	VARIOUS		442,682	440,000	330	1FE
92857W-AB-6	VODAFONE GROUP PLC NEW	R	.06/19/2014	MERRILL LYNCH PROFESSNL C		2,031,448	1,683,000	7,013	1FE
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						122,366,657	110,478,416	1,135,600	XXX
8399997. Total - Bonds - Part 3						335,386,961	322,593,974	1,685,301	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						335,386,961	322,593,974	1,685,301	XXX
8999997. Total - Preferred Stocks - Part 3						0	XXX	0	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	XXX
921943-88-2	VANGUARD DEVELOPED MKTS INDEX INST		.05/16/2014	VARIOUS	1,874,387.333	23,148,870		0	L
922040-10-0	VANGUARD INSTITUTIONAL INDEX FUND		.05/16/2014	VANGUARD GROUP	75,502.431	12,900,000		0	L
9299999. Subtotal - Common Stocks - Mutual Funds						36,048,870	XXX	0	XXX
9799997. Total - Common Stocks - Part 3						36,048,870	XXX	0	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						36,048,870	XXX	0	XXX
9899999. Total - Preferred and Common Stocks						0	XXX	0	XXX
9999999 - Totals						371,435,831	XXX	1,685,301	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
36210J-CH-9	GNMA 493372 6.00% OF 12/15/28		06/15/2014	PRINCIPAL RECEIPT		1,165	1,165	1,157	1,158	.0	.7	.0	.7	.0	1,165	.0	.0	.0	28	12/15/2028	1
36211H-QK-0	GNMA 513558 7.50% OF 12/15/29		06/15/2014	PRINCIPAL RECEIPT		.895	.895	.892	.892	.0	.2	.0	.2	.0	.895	.0	.0	.0	26	12/15/2029	1
36202F-M7-8	GNMA II POOL #004882 4.000%		06/20/2014	PRINCIPAL RECEIPT		6,745	6,745	7,333	7,330	.0	(585)	.0	(585)	.0	6,745	.0	.0	.0	110	12/20/2040	1
36179M-2N-9	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	VARIOUS		269,396	283,681	287,314	287,381	.0	243	.0	243	.0	287,623	.0	(18,227)	(18,227)	2,330	02/20/2043	1
36179M-CH-1	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		1,692	1,692	1,769	1,766	.0	(74)	.0	(74)	.0	1,692	.0	.0	.0	25	05/20/2027	1
36179M-K6-6	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		6,321	6,321	6,650	6,647	.0	(325)	.0	(325)	.0	6,321	.0	.0	.0	76	08/20/2042	1
36179M-VR-8	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		7,801	7,801	8,210	8,208	.0	(407)	.0	(407)	.0	7,801	.0	.0	.0	94	12/20/2042	1
36179M-X2-1	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		15,574	15,574	15,120	9,283	.0	439	.0	439	.0	15,574	.0	.0	.0	126	01/20/2043	1
36179N-DQ-8	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	VARIOUS		362,946	362,143	370,121	370,959	.0	(274)	.0	(274)	.0	370,684	.0	(7,739)	(7,739)	5,952	05/20/2043	1
36179N-DR-6	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		20,235	20,235	21,159	21,159	.0	(924)	.0	(924)	.0	20,235	.0	.0	.0	294	05/20/2043	1
36179N-F6-0	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	VARIOUS		460,762	458,790	453,024	453,000	.0	145	.0	145	.0	453,145	.0	7,617	7,617	7,545	06/20/2043	1
36179N-HJ-0	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		.972	.972	.970	.970	.0	.2	.0	.2	.0	.972	.0	.0	.0	21	07/20/2028	1
36179N-TC-2	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	VARIOUS		65,924	65,778	63,930	63,926	.0	52	.0	52	.0	63,978	.0	1,946	1,946	3,047	11/20/2043	1
36179Q-BG-5	GNMA PASS-THRU M SINGLE FAMILY		06/18/2014	NOMURA SECURITIES INTL		47,650	44,765	47,662	.0	.0	(1)	.0	(1)	.0	47,661	.0	(1)	(1)	109	04/20/2044	1
36202F-B3-9	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		4,412	4,412	4,754	.0	.0	(342)	.0	(342)	.0	4,412	.0	.0	.0	25	10/20/2039	1
36202F-CP-9	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		8,162	8,162	8,968	9,000	.0	(838)	.0	(838)	.0	8,162	.0	.0	.0	164	11/20/2039	1
36202F-GE-0	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		5,129	5,129	5,655	5,655	.0	(527)	.0	(527)	.0	5,129	.0	.0	.0	102	05/20/2040	1
36202F-GY-6	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		7,667	7,667	8,424	8,454	.0	(788)	.0	(788)	.0	7,667	.0	.0	.0	154	06/20/2040	1
36202F-LP-9	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		6,034	6,034	6,396	6,401	.0	(367)	.0	(367)	.0	6,034	.0	.0	.0	108	10/20/2040	1
36202F-LQ-7	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		7,698	7,698	8,459	8,489	.0	(790)	.0	(790)	.0	7,698	.0	.0	.0	156	10/20/2040	1
36202F-MA-1	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		28,133	28,133	30,316	30,316	.0	(2,184)	.0	(2,184)	.0	28,133	.0	.0	.0	450	11/20/2040	1
36202F-Q7-4	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		10,377	10,377	11,253	11,260	.0	(883)	.0	(883)	.0	10,377	.0	.0	.0	185	03/20/2041	1
36202F-UF-1	GNMA PASS-THRU M SINGLE FAMILY		06/20/2014	PRINCIPAL RECEIPT		66,071	66,071	72,121	72,111	.0	(6,040)	.0	(6,040)	.0	66,071	.0	.0	.0	1,184	06/20/2041	1
36241L-DM-5	GNMA PASS-THRU X PLATINUM 30YR		06/15/2014	PRINCIPAL RECEIPT		55,123	55,123	60,033	60,008	.0	(4,885)	.0	(4,885)	.0	55,123	.0	.0	.0	1,196	11/15/2039	1
36241L-TS-5	GNMA PASS-THRU X PLATINUM 30YR		06/15/2014	PRINCIPAL RECEIPT		55,296	55,296	60,394	60,382	.0	(5,086)	.0	(5,086)	.0	55,296	.0	.0	.0	989	03/15/2041	1
36241L-UE-4	GNMA PASS-THRU X PLATINUM 30YR		06/15/2014	PRINCIPAL RECEIPT		12,855	12,855	13,934	.0	.0	(1,079)	.0	(1,079)	.0	12,855	.0	.0	.0	76	07/15/2040	1
36241L-UN-4	GNMA PASS-THRU X PLATINUM 30YR		06/15/2014	PRINCIPAL RECEIPT		9,528	9,528	10,167	10,168	.0	(640)	.0	(640)	.0	9,528	.0	.0	.0	166	04/15/2041	1
36176X-KP-3	GNMA PASS-THRU X SINGLE FAMILY		06/15/2014	PRINCIPAL RECEIPT		21,711	21,711	22,909	22,895	.0	(1,184)	.0	(1,184)	.0	21,711	.0	.0	.0	296	04/15/2042	1
3620C0-2Y-3	GNMA PASS-THRU X SINGLE FAMILY		06/15/2014	PRINCIPAL RECEIPT		34,508	34,508	37,927	37,932	.0	(3,424)	.0	(3,424)	.0	34,508	.0	.0	.0	604	07/15/2040	1
3620C0-ZB-7	GNMA PASS-THRU X SINGLE FAMILY		06/15/2014	PRINCIPAL RECEIPT		48,290	48,290	53,073	53,081	.0	(4,791)	.0	(4,791)	.0	48,290	.0	.0	.0	861	06/15/2040	1
36220F-UV-4	GNMA POOL #276996		06/15/2014	PRINCIPAL RECEIPT		223	223	231	228	.0	(5)	.0	(5)	.0	223	.0	.0	.0	7	08/15/2020	1
38378B-P8-6	GNMA REMIC TRUST 2012-123		06/16/2014	PRINCIPAL RECEIPT		10,479	10,479	10,505	10,504	.0	(25)	.0	(25)	.0	10,479	.0	.0	.0	46	07/16/2046	1
83162C-C6-1	SMALL BUS ADMIN GTD DEV PTC		05/01/2014	CALLED @ 100.0000000		14,175	14,175	14,175	14,175	.0	.0	.0	.0	.0	14,175	.0	.0	.0	428	05/01/2026	1
83162C-HN-6	SMALL BUSINESS ADMIN GTD 97-20F		06/01/2014	PRINCIPAL RECEIPT		1,067	1,067	1,065	1,067	.0	.0	.0	.0	.0	1,067	.0	.0	.0	.0	06/01/2017	1
912810-QZ-4	UNITED STATES TREAS BDS		06/17/2014	MORGAN STANLEY & CO. INC		166,018	175,000	153,398	153,437	.0	188	.0	188	.0	153,625	.0	12,393	12,393	4,463	02/15/2043	1
912810-RB-6	UNITED STATES TREAS BDS		04/07/2014	BOENNING & SCATTERGOOD		10,494,375	12,000,000	10,370,156	.0	.0	440	.0	440	.0	10,370,596	.0	123,779	123,779	138,191	05/15/2043	1
912810-RC-4	UNITED STATES TREAS BDS		05/02/2014	VARIOUS		18,568,406	17,700,000	16,869,891	16,870,627	.0	5,007	.0	5,007	.0	16,875,635	.0	1,692,772	1,692,772	460,836	08/15/2043	1
912810-RD-2	UNITED STATES TREAS BDS		05/02/2014	IN		5,362,500	5,000,000	5,036,328	.0	.0	(148)	.0	(148)	.0	5,036,180	.0	326,320	326,320	88,570	11/15/2043	1
912810-RE-0	UNITED STATES TREAS BDS		05/13/2014	VARIOUS		37,175,625	36,000,000	36,614,531	.0	.0	15	.0	15	.0	36,614,547	.0	561,078	561,078	276,381	02/15/2044	1
912810-RG-5	UNITED STATES TREAS BDS		06/06/2014	VARIOUS		36,100,312	36,000,000	36,014,062	.0	.0	4	.0	4	.0	36,014,067	.0	86,246	86,246	51,726	05/15/2044	1
912828-A2-6	UNITED STATES TREAS NTS		04/11/2014	LINSCO/PRIVATE LEDGER		8,500,000	8,500,000	8,496,016	8,496,137	.0	554	.0	554	.0	8,496,691	.0	3,309	3,309	7,881	11/30/2015	1
912828-A5-9	UNITED STATES TREAS NTS		06/17/2014	CFG CAPITAL MARKETS LLC		10,959,180	11,000,000	10,961,602	3,985,963	.0	5,762	.0	5,762	.0	10,967,389	.0	(8,209)	(8,209)	34,939	12/15/2016	1
912828-A7-5	UNITED STATES TREAS NTS		05/06/2014	LINSCO/PRIVATE LEDGER		3,482,910	3,500,000	3,475,955	.0	.0	1,490	.0	1,490	.0	3,477,445	.0	5,465	5,465	18,419	12/31/2018	1
912828-B3-3	UNITED STATES TREAS NTS		05/01/2014	LINSCO/PRIVATE LEDGER		7,958,750	8,000,000	8,015,680	.0	.0	(672)	.0	(672)	.0	8,015,008	.0	(56,258)	(56,258)	30,166	01/31/2019	1
912828-C3-2	UNITED STATES TREAS NTS		06/17/2014	CFG CAPITAL MARKETS LLC		9,962,891	10,000,000	9,978,125	.0	.0	1,419	.0	1,419	.0	9,979,544	.0	(16,654)	(16,654)	19,361	03/15/2017	1
912828-D2-3	UNITED STATES TREAS NTS		06/16/2014	VARIOUS		33,900,391	34,000,000	33,962,734	.0	.0	831	.0	831	.0	33,963,565	.0	(63,174)	(63,174)	72,065	04/30/2019	1
912828-SD-3	UNITED STATES TREAS NTS		05/01/2014	LINSCO/PRIVATE LEDGER		11,018,000	11,200,000	11,068,312	11,069,790	.0	8,159	.0	8,159	.0	11,077,949	.0	(59,949)	(59,949)	105,193	01/31/2019	1
912828-SJ-0	UNITED STATES TREAS NTS		04/10/2014	VARIOUS		2,754,329	2,745,000	2,746,215	2,746,134	.0	(96)	.0	(96)	.0	2,746,038	.0	8,291	8,291	14,751	02/28/2017	1

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recog-nized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received DuringYear	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
..912828-UC-2	UNITED STATES TREAS NTS .....		04/11/2014	LINSCO/PRIVATE LEDGER COR		5,997,187	6,000,000	5,997,188	5,997,301	0	379	0	379	0	5,997,679	0	(492)	(492)	4,945	12/15/2015	1
..912828-VF-4	UNITED STATES TREAS NTS .....		06/17/2014	CFG CAPITAL MARKETS LLC		7,705,312	8,000,000	7,656,250	7,680,485	0	21,498	0	21,498	0	7,701,983	0	3,329	3,329	60,410	05/31/2020	1
..912828-VK-3	UNITED STATES TREAS NTS .....		05/06/2014	LINSCO/PRIVATE LEDGER COR		997,930	1,000,000	1,000,078	1,000,071	0	(5)	0	(5)	0	1,000,066	0	(2,136)	(2,136)	4,824	06/30/2018	1
..912828-VR-8	UNITED STATES TREAS NTS .....		06/17/2014	CFG CAPITAL MARKETS LLC		5,001,563	5,000,000	4,962,109	4,966,189	0	5,865	0	5,865	0	4,972,053	0	29,509	29,509	26,243	08/15/2016	1
..912828-VU-1	UNITED STATES TREAS NTS .....		04/07/2014	LINSCO/PRIVATE LEDGER COR		10,521,328	10,500,000	10,483,594	10,486,275	0	2,171	0	2,171	0	10,488,447	0	32,882	32,882	23,860	08/31/2015	1
..912828-WG-1	UNITED STATES TREAS NTS .....		06/17/2014	CFG CAPITAL MARKETS LLC		19,202,250	19,200,000	19,261,500	0	0	(1,036)	0	(1,036)	0	19,260,464	0	(58,214)	(58,214)	57,522	04/30/2021	1
..911760-RP-3	US VA VENDEE MTG TR 2002-1		06/15/2014	PRINCIPAL RECEIPT		45,959	45,959	54,691	54,555	0	(8,596)	0	(8,596)	0	45,959	0	0	0	1,204	08/15/2031	1
0599999	Subtotal - Bonds - U.S. Governments					247,550,232	247,249,453	244,904,465	75,161,769	0	7,651	0	7,651	0	244,946,359	0	2,603,873	2,603,873	1,528,930	XXX	XXX
..68323A-BL-7	PROVINCE OF ONTARIO	I	06/24/2014	CFG CAPITAL MARKETS LLC		1,466,250	1,500,000	1,410,975	1,415,343	0	6,595	0	6,595	0	1,421,939	0	44,311	44,311	18,563	09/27/2019	1FE
..302154-AV-1	EXPORT IMPORT BK KOREA	R	04/25/2014	VARIOUS		444,707	425,000	427,539	425,865	0	(158)	0	(158)	0	425,707	0	19,000	19,000	11,249	09/09/2015	1FE
..731011-AT-9	POLAND REP GLBL BD	R	06/17/2014	VARIOUS		291,300	300,000	271,893	272,594	0	1,136	0	1,136	0	273,730	0	17,570	17,570	6,825	03/17/2023	1FE
..857524-AC-6	REPUBLIC OF POLAND	R	04/25/2014	HSBC BROKERAGE (USA)		116,150	115,000	114,073	0	0	21	0	21	0	114,094	0	2,056	2,056	1,252	01/22/2024	1FE
..857524-AB-8	REPUBLIC OF POLAND NT	R	06/18/2014	HSBC SECURITIES, INC.		250,739	225,000	242,632	0	0	(692)	0	(692)	0	241,940	0	8,799	8,799	8,390	03/23/2022	1FE
..78307A-CZ-4	RUSSIAN FEDN 144A	R	04/08/2014	VARIOUS		150,371	132,275	156,257	155,635	0	(999)	0	(999)	0	154,636	0	(4,265)	(4,265)	5,251	03/31/2030	2FE
1099999	Subtotal - Bonds - All Other Governments					2,719,517	2,697,275	2,623,369	2,269,437	0	5,903	0	5,903	0	2,632,046	0	87,471	87,471	51,530	XXX	XXX
..13063A-5E-0	CALIFORNIA ST GO		04/09/2014	BARCLAYS CAPITAL INC		439,082	325,000	407,856	407,066	0	(619)	0	(619)	0	406,448	0	32,634	32,634	13,068	04/01/2034	1FE
..13063A-7D-0	CALIFORNIA ST GO BDS TAXABLE		05/28/2014	VARIOUS		1,903,689	1,350,000	1,296,652	1,299,391	0	337	0	337	0	1,299,728	0	603,961	603,961	65,974	10/01/2039	1FE
..341150-W6-4	FLORIDA ST		06/18/2014	BARCLAYS CAPITAL INC		47,450	40,000	49,208	47,697	0	(440)	0	(440)	0	47,257	0	193	193	1,956	07/01/2023	1FE
..373384-YN-0	GEORGIA ST		06/18/2014	BNY CAPITAL MARKETS, INC		96,390	80,000	102,559	99,493	0	(985)	0	(985)	0	98,508	0	(2,117)	(2,117)	3,911	07/01/2023	1FE
..373384-YO-3	GEORGIA ST		06/17/2014	FUND-FUNDS I		77,701	65,000	81,783	79,525	0	(723)	0	(723)	0	78,802	0	(1,101)	(1,101)	3,151	07/01/2025	1FE
..574193-GX-0	MARYLAND ST		06/17/2014	CITIGROUP GLOBAL MARKET		154,023	130,000	157,795	155,207	0	(1,512)	0	(1,512)	0	153,696	0	327	327	5,218	03/01/2024	1FE
..93974C-J3-5	WASHINGTON ST		06/16/2014	FUND-FUNDS II		188,437	160,000	197,659	192,195	0	(1,576)	0	(1,576)	0	190,619	0	(2,182)	(2,182)	7,733	07/01/2024	1FE
1799999	Subtotal - Bonds - U.S. States, Territories and Possessions					2,906,772	2,150,000	2,293,512	2,280,574	0	(5,518)	0	(5,518)	0	2,275,058	0	631,715	631,715	101,011	XXX	XXX
..442331-VT-8	HOUSTON TEX		06/18/2014	FIRST SOUTHWEST COMPANY		94,422	80,000	99,284	96,360	0	(851)	0	(851)	0	95,509	0	(1,087)	(1,087)	3,244	03/01/2023	1FE
..544646-ZR-6	LOS ANGELES CALIF UNI SOH DIST GO		05/19/2014	VARIOUS		1,115,016	840,000	861,881	860,542	0	(265)	0	(265)	0	860,277	0	254,739	254,739	50,617	07/01/2034	1FE
2499999	Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					1,209,438	920,000	961,165	956,902	0	(1,116)	0	(1,116)	0	955,786	0	253,652	253,652	53,861	XXX	XXX
..048677-AB-4	ATLANTIC MARINE CORPS CMINTYS		06/01/2014	Sink PMT @ 100,0000000		253	253	252	252	0	1	0	1	0	253	0	0	0	0	12/01/2050	1FE
..3128LX-S7-6	FHLMC GOLD #G02342		06/15/2014	PRINCIPAL RECEIPT		38,499	38,499	41,862	41,832	0	(3,333)	0	(3,333)	0	38,499	0	0	0	760	10/01/2036	1
..3128M5-K5-8	FHLMC GOLD #G03616		06/15/2014	PRINCIPAL RECEIPT		29,022	29,022	32,196	32,172	0	(3,151)	0	(3,151)	0	29,022	0	0	0	684	12/01/2037	1
..3128M5-NQ-9	FHLMC GOLD #G03699		06/15/2014	PRINCIPAL RECEIPT		41,113	41,113	44,845	44,800	0	(3,688)	0	(3,688)	0	41,113	0	0	0	992	01/01/2038	1
..3128JN-RT-4	FHLMC PC 1YR LIBOR VR		06/15/2014	PRINCIPAL RECEIPT		80,828	80,828	87,345	87,357	0	(6,528)	0	(6,528)	0	80,828	0	0	0	2,002	03/01/2037	1
..3128MT-BK-9	FHLMC PC GOLD 10/20 II		06/15/2014	PRINCIPAL RECEIPT		14,079	14,079	14,261	14,254	0	(176)	0	(176)	0	14,079	0	0	0	351	09/01/2037	1
..3128MT-XG-8	FHLMC PC GOLD 10/20 II		06/15/2014	PRINCIPAL RECEIPT		0	0	0	0	0	0	0	0	0	0	0	0	0	0	08/01/2036	1
..3128UN-DB-5	FHLMC PC GOLD 10/20 II		06/15/2014	PRINCIPAL RECEIPT		7,389	7,389	7,495	7,491	0	(102)	0	(102)	0	7,389	0	0	0	197	10/01/2037	1
..3128UN-GE-6	FHLMC PC GOLD 10/20 II		06/15/2014	PRINCIPAL RECEIPT		26,056	26,056	27,660	27,622	0	(1,566)	0	(1,566)	0	26,056	0	0	0	661	10/01/2038	1
..3128PR-P8-6	FHLMC PC GOLD 15 YR		06/15/2014	PRINCIPAL RECEIPT		48,942	48,942	51,512	51,274	0	(2,332)	0	(2,332)	0	48,942	0	0	0	868	05/01/2025	1
..3128PT-DM-2	FHLMC PC GOLD CASH 20		06/15/2014	PRINCIPAL RECEIPT		13,505	13,505	13,780	13,749	0	(244)	0	(244)	0	13,505	0	0	0	368	12/01/2026	1
..3128PT-PH-0	FHLMC PC GOLD CASH 20		06/15/2014	PRINCIPAL RECEIPT		421,911	421,911	454,807	455,798	0	(33,887)	0	(33,887)	0	421,911	0	0	0	7,364	08/01/2030	1
..3129ZH-CP-3	FHLMC PC GOLD CASH 30		06/15/2014	PRINCIPAL RECEIPT		475	475	481	481	0	(5)	0	(5)	0	475	0	0	0	14	12/01/2030	1
..3129ZS-AB-6	FHLMC PC GOLD CASH 30		06/15/2014	PRINCIPAL RECEIPT		46,832	46,832	48,830	48,828	0	(1,996)	0	(1,996)	0	46,832	0	0	0	563	06/01/2042	1
..3129ZS-AG-5	FHLMC PC GOLD CASH 30		06/15/2014	PRINCIPAL RECEIPT		2,026	2,026	2,165	2,164	0	(138)	0	(138)	0	2,026	0	0	0	28	08/01/2042	1
..3129ZS-BD-1	FHLMC PC GOLD CASH 30		06/15/2014	PRINCIPAL RECEIPT		4,614	4,614	4,890	4,888	0	(275)	0	(275)	0	4,614	0	0	0	63	03/01/2043	1
..3129ZS-BK-5	FHLMC PC GOLD CASH 30		06/15/2014	PRINCIPAL RECEIPT		9,556	9,556	9,871	9,872	0	(317)	0	(317)	0	9,556	0	0	0	133	05/01/2043	1
..3132L5-A2-9	FHLMC PC GOLD CI 30YR		06/15/2014	PRINCIPAL RECEIPT		1,981	1,981	2,057	2,057	0	(77)	0	(77)	0	1,981	0	0	0	23	04/01/2043	1
..3128MB-V5-0	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		139,274	139,274	149,981	149,256	0	(9,982)	0	(9,982)	0	139,274	0	0	0	2,680	06/01/2023	1
..3128MC-4J-1	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		23,815	23,815	25,342	25,292	0	(1,478)	0	(1,478)	0	23,815	0	0	0	374	08/01/2026	1



STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Design-ation or Market In-dicator (a)
3128MC-A9-6	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		41,425	41,425	45,205	45,003	.0	(3,578)	.0	(3,578)	.0	41,425	.0	.0	.0	.892	01/01/2024	1
3128MC-GV-1	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		10,037	10,037	10,923	10,868	.0	(831)	.0	(831)	.0	10,037	.0	.0	.0	.214	02/01/2024	1
3128MC-QG-3	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		13,928	13,928	14,961	14,912	.0	(984)	.0	(984)	.0	13,928	.0	.0	.0	.247	06/01/2025	1
3128MC-VU-6	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		70,231	70,231	75,060	74,965	.0	(4,733)	.0	(4,733)	.0	70,231	.0	.0	.0	1,238	05/01/2025	1
3128MD-AH-6	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		70,334	70,334	74,751	74,799	.0	(4,466)	.0	(4,466)	.0	70,334	.0	.0	.0	1,084	11/01/2026	1
3128MD-H3-0	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		159,971	159,971	171,819	171,570	.0	(11,599)	.0	(11,599)	.0	159,971	.0	.0	.0	2,813	09/01/2026	1
3128MD-H8-9	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		62,149	62,149	65,965	65,916	.0	(3,768)	.0	(3,768)	.0	62,149	.0	.0	.0	977	06/01/2026	1
3128MD-KB-8	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		132,853	132,853	142,215	141,779	.0	(8,926)	.0	(8,926)	.0	132,853	.0	.0	.0	2,334	07/01/2026	1
3128MM-QT-3	FHLMC PC GOLD COMB 15		06/15/2014	PRINCIPAL RECEIPT		1,294	1,294	1,323	1,325	.0	(31)	.0	(31)	.0	1,294	.0	.0	.0	.13	05/01/2028	1
31283G-2C-0	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		2,558	2,558	2,865	2,857	.0	(299)	.0	(299)	.0	2,558	.0	.0	.0	.76	10/01/2027	1
31283H-6C-4	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		2,977	2,977	3,034	3,030	.0	(54)	.0	(54)	.0	2,977	.0	.0	.0	.76	12/01/2032	1
31283H-6D-2	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		11,189	11,189	11,438	11,416	.0	(227)	.0	(227)	.0	11,189	.0	.0	.0	.280	12/01/2031	1
31283H-WY-7	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		3,581	3,581	3,892	3,901	.0	(320)	.0	(320)	.0	3,581	.0	.0	.0	.77	06/01/2033	1
3128M4-W9-0	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		20,758	20,758	22,412	22,419	.0	(1,661)	.0	(1,661)	.0	20,758	.0	.0	.0	.408	11/01/2036	1
3128M4-XA-6	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		203,890	203,890	222,559	222,612	.0	(18,722)	.0	(18,722)	.0	203,890	.0	.0	.0	4,427	07/01/2037	1
3128M5-NP-1	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		33,046	33,046	36,340	36,322	.0	(3,276)	.0	(3,276)	.0	33,046	.0	.0	.0	.779	12/01/2037	1
3128M5-QY-9	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		46,268	46,268	51,280	51,350	.0	(5,082)	.0	(5,082)	.0	46,268	.0	.0	.0	1,200	01/01/2038	1
3128M6-FT-0	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		10,941	10,941	11,354	11,351	.0	(410)	.0	(410)	.0	10,941	.0	.0	.0	.268	03/01/2038	1
3128M6-XU-7	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		32,336	32,336	35,387	35,401	.0	(3,065)	.0	(3,065)	.0	32,336	.0	.0	.0	.684	01/01/2038	1
3128M7-ST-9	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		3,198	3,198	3,458	3,463	.0	(266)	.0	(266)	.0	3,198	.0	.0	.0	.63	08/01/2040	1
3128M7-PU-4	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		30,559	30,559	32,813	32,803	.0	(2,244)	.0	(2,244)	.0	30,559	.0	.0	.0	.538	07/01/2039	1
3128M7-TQ-9	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		13,209	13,209	13,977	13,979	.0	(770)	.0	(770)	.0	13,209	.0	.0	.0	.236	10/01/2039	1
3128M7-YJ-9	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		66,898	66,898	72,678	72,766	.0	(5,868)	.0	(5,868)	.0	66,898	.0	.0	.0	1,557	12/01/2039	1
3128M7-Z3-3	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		23,825	23,825	25,166	25,166	.0	(1,342)	.0	(1,342)	.0	23,825	.0	.0	.0	501	07/01/2035	1
3128M8-4R-2	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		58,626	58,626	64,086	64,023	.0	(5,398)	.0	(5,398)	.0	58,626	.0	.0	.0	1,371	03/01/2040	1
3128M8-6L-3	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		57,683	57,683	63,451	63,457	.0	(5,775)	.0	(5,775)	.0	57,683	.0	.0	.0	1,233	12/01/2038	1
3128M8-AW-4	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		49,432	49,432	53,448	53,502	.0	(4,070)	.0	(4,070)	.0	49,432	.0	.0	.0	1,073	01/01/2040	1
3128M8-CB-8	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		129,576	129,576	142,331	142,247	.0	(12,671)	.0	(12,671)	.0	129,576	.0	.0	.0	3,081	05/01/2040	1
3128M8-CII-2	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		5,617	5,617	6,319	6,323	.0	(706)	.0	(706)	.0	5,617	.0	.0	.0	147	09/01/2038	1
3128M8-H5-6	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		583	583	606	606	.0	(23)	.0	(23)	.0	583	.0	.0	.0	9	02/01/2041	1
3128M8-HG-2	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		1,096	1,096	1,154	1,154	.0	(59)	.0	(59)	.0	1,096	.0	.0	.0	.17	12/01/2040	1
3128M8-R3-0	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		2,320	2,320	2,497	2,496	.0	(176)	.0	(176)	.0	2,320	.0	.0	.0	.36	12/01/2040	1
3128M8-Z7-2	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		18,201	18,201	19,849	19,865	.0	(1,664)	.0	(1,664)	.0	18,201	.0	.0	.0	359	09/01/2041	1
3128M9-B7-6	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		276,597	276,597	306,288	306,247	.0	(29,651)	.0	(29,651)	.0	276,597	.0	.0	.0	6,422	05/01/2040	1
3128M9-D2-5	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		33,964	33,964	36,437	36,468	.0	(2,503)	.0	(2,503)	.0	33,964	.0	.0	.0	.665	09/01/2039	1
3128M9-D7-4	FHLMC PC GOLD COMB 30		05/15/2014	VARIOUS		694,342	644,716	687,429	689,638	.0	(1,216)	.0	(1,216)	.0	688,422	.0	5,920	5,920	13,048	06/01/2042	1
3128M9-LV-2	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		6,053	6,053	6,323	6,336	.0	(283)	.0	(283)	.0	6,053	.0	.0	.0	.71	12/01/2042	1
3128M9-WC-2	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		521	521	557	557	.0	(36)	.0	(36)	.0	521	.0	.0	.0	.2	08/01/2041	1
3128MJ-Q9-4	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		71,675	71,675	76,289	76,285	.0	(4,590)	.0	(4,590)	.0	71,675	.0	.0	.0	.985	03/01/2042	1
3128MJ-SY-7	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		7,496	7,496	7,256	7,256	.0	240	.0	240	.0	7,496	.0	.0	.0	.51	06/01/2043	1
3128MJ-TR-1	FHLMC PC GOLD COMB 30		06/15/2014	VARIOUS		5,661,196	5,269,566	5,621,145	5,640,010	.0	(22,217)	.0	(22,217)	.0	5,617,793	.0	43,403	43,403	87,818	11/01/2043	1
312931-C3-0	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		110,514	110,514	120,944	121,022	.0	(10,509)	.0	(10,509)	.0	110,514	.0	.0	.0	2,248	02/01/2039	1
312936-NA-1	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		24,727	24,727	26,385	26,397	.0	(1,670)	.0	(1,670)	.0	24,727	.0	.0	.0	.430	10/01/2039	1
312941-NS-2	FHLMC PC GOLD COMB 30		06/15/2014	PRINCIPAL RECEIPT		3,579	3,579	3,870	3,874	.0	(295)	.0	(295)	.0	3,579	.0	.0	.0	.68	07/01/20	

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
31322Y-U3-3	FHLMC PC JUMBO 30 YEAR		06/15/2014	PRINCIPAL RECEIPT		42,319	42,319	42,874	42,876	.0	(558)	.0	(558)	.0	42,319	.0	.0	.0	400	10/01/2042	1
31392P-BJ-3	FHLMC REMIC SERIES 2456		06/15/2014	PRINCIPAL RECEIPT		11,820	11,820	12,014	12,037	.0	(217)	.0	(217)	.0	11,820	.0	.0	.0	292	06/15/2032	1
31397C-K5-7	FHLMC REMIC SERIES 3243		06/15/2014	PRINCIPAL RECEIPT		57,011	57,011	61,073	60,528	.0	(3,517)	.0	(3,517)	.0	57,011	.0	.0	.0	1,171	11/15/2036	1
3137AL-XJ-3	FHLMC REMIC SERIES 4000		06/15/2014	PRINCIPAL RECEIPT		120,993	120,993	121,106	.0	.0	(113)	.0	(113)	.0	120,993	.0	.0	.0	252	07/15/2031	1
3137AY-CD-1	FHLMC REMIC SERIES K-025		06/25/2014	PRINCIPAL RECEIPT		678	678	692	690	.0	(12)	.0	(12)	.0	678	.0	.0	.0	5	04/25/2022	1
31392M-EM-0	FHLMC REMIC SERIES T0041		06/25/2014	PRINCIPAL RECEIPT		1,082	1,082	1,124	1,084	.0	(2)	.0	(2)	.0	1,082	.0	.0	.0	26	07/25/2032	1
3133T1-W8-1	FHLMC SERIES 1608		06/15/2014	PRINCIPAL RECEIPT		6,181	6,181	6,600	6,255	.0	(74)	.0	(74)	.0	6,181	.0	.0	.0	156	09/15/2023	1
31392D-7G-1	FNMA GRANTOR TRUST 2002-T12 CL A3		06/25/2014	PRINCIPAL RECEIPT		1,782	1,782	1,965	1,812	.0	(29)	.0	(29)	.0	1,782	.0	.0	.0	53	05/25/2042	1
3138EN-AH-2	FNMA PASS-THRU ADJ LIBOR		06/25/2014	PRINCIPAL RECEIPT		33,547	33,547	34,616	.0	.0	(1,069)	.0	(1,069)	.0	33,547	.0	.0	.0	81	06/01/2044	1
3138EH-SF-0	FNMA PASS-THRU ADJ SINGLE		06/25/2014	PRINCIPAL RECEIPT		328,106	328,106	353,585	354,274	.0	(26,169)	.0	(26,169)	.0	328,106	.0	.0	.0	5,155	11/01/2038	1
31381J-J5-2	FNMA PASS-THRU BLLN MULTI 7+		06/25/2014	PRINCIPAL RECEIPT		916	916	897	907	.0	.9	.0	.9	.0	916	.0	.0	.0	19	11/01/2015	1
3140SF-D5-8	FNMA PASS-THRU GOV SINGLE FAM		06/25/2014	PRINCIPAL RECEIPT		181	181	191	189	.0	(9)	.0	(9)	.0	181	.0	.0	.0	5	10/01/2032	1
31385J-D2-1	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		5,497	5,497	5,787	5,596	.0	(99)	.0	(99)	.0	5,497	.0	.0	.0	140	05/01/2017	1
3138AF-KH-2	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		5,484	5,484	5,860	5,849	.0	(364)	.0	(364)	.0	5,484	.0	.0	.0	90	05/01/2026	1
3138EG-RS-5	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		1,149	1,149	1,230	.0	.0	(80)	.0	(80)	.0	1,149	.0	.0	.0	4	08/01/2024	1
3138EH-RB-0	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		5,303	5,303	5,444	5,444	.0	(141)	.0	(141)	.0	5,303	.0	.0	.0	63	02/01/2027	1
3138EJ-DE-5	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		20,604	20,604	22,407	.0	.0	(1,803)	.0	(1,803)	.0	20,604	.0	.0	.0	139	08/01/2026	1
3138EJ-E3-8	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		1,437	1,437	1,540	.0	.0	(103)	.0	(103)	.0	1,437	.0	.0	.0	5	01/01/2027	1
3138EJ-KA-5	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		11,804	11,804	12,628	12,611	.0	(808)	.0	(808)	.0	11,804	.0	.0	.0	181	09/01/2026	1
3138EJ-WY-0	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		34,623	34,623	34,726	34,796	.0	(173)	.0	(173)	.0	34,623	.0	.0	.0	345	10/01/2027	1
3138EL-KX-0	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		17,208	17,208	18,246	18,237	.0	(1,029)	.0	(1,029)	.0	17,208	.0	.0	.0	250	05/01/2027	1
3138EM-CY-5	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		834	834	893	.0	.0	(59)	.0	(59)	.0	834	.0	.0	.0	3	02/01/2027	1
3138EM-U6-6	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		128,358	128,358	129,562	.0	.0	(1,203)	.0	(1,203)	.0	128,358	.0	.0	.0	237	02/01/2028	1
3138LY-ZK-2	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		12,033	12,033	12,685	12,685	.0	(652)	.0	(652)	.0	12,033	.0	.0	.0	144	06/01/2027	1
3138MD-ZT-8	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		13,900	13,900	14,522	14,513	.0	(613)	.0	(613)	.0	13,900	.0	.0	.0	135	10/01/2027	1
3138WP-JE-5	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		7,372	7,372	7,713	7,712	.0	(340)	.0	(340)	.0	7,372	.0	.0	.0	72	04/01/2028	1
31403D-DK-2	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		22,303	22,303	22,707	22,547	.0	(244)	.0	(244)	.0	22,303	.0	.0	.0	518	03/01/2021	1
31410L-EC-2	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		20,483	20,483	22,218	22,043	.0	(1,560)	.0	(1,560)	.0	20,483	.0	.0	.0	416	07/01/2024	1
31412Q-EQ-8	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		2,295	2,295	2,469	.0	.0	(174)	.0	(174)	.0	2,295	.0	.0	.0	9	08/01/2024	1
31417C-7C-3	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		19,151	19,151	20,255	20,230	.0	(1,079)	.0	(1,079)	.0	19,151	.0	.0	.0	223	09/01/2027	1
31417D-CC-5	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		8,480	8,480	8,878	8,876	.0	(397)	.0	(397)	.0	8,480	.0	.0	.0	88	10/01/2027	1
31418A-FY-9	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		7,556	7,556	7,766	.0	.0	(210)	.0	(210)	.0	7,556	.0	.0	.0	20	06/01/2027	1
31418M-PE-6	FNMA PASS-THRU INT 15 YEAR		06/25/2014	PRINCIPAL RECEIPT		141,313	141,313	154,737	154,675	.0	(13,362)	.0	(13,362)	.0	141,313	.0	.0	.0	3,370	11/01/2023	1
31371M-GB-7	FNMA PASS-THRU INT 20 YEAR		06/25/2014	PRINCIPAL RECEIPT		28,407	28,407	30,839	30,784	.0	(2,377)	.0	(2,377)	.0	28,407	.0	.0	.0	537	10/01/2025	1
31371N-A5-4	FNMA PASS-THRU INT 20 YEAR		06/25/2014	PRINCIPAL RECEIPT		3,401	3,401	3,469	3,461	.0	(61)	.0	(61)	.0	3,401	.0	.0	.0	91	02/01/2027	1
31418A-SZ-7	FNMA PASS-THRU INT 20 YEAR		06/25/2014	VARIOUS		876,882	841,734	867,906	.0	.0	(828)	.0	(828)	.0	867,079	.0	9,804	9,804	8,217	01/01/2034	1
				CREDIT SUISSE FIRST																	
31418B-A7-1	FNMA PASS-THRU INT 20 YEAR		05/30/2014	BOSTO		45,959	44,085	45,635	.0	.0	(14)	.0	(14)	.0	45,621	.0	337	337	47	03/01/2034	1
31403D-DS-5	FNMA PASS-THRU LNG 15+ YR		06/25/2014	PRINCIPAL RECEIPT		176,454	176,454	196,140	196,175	.0	(19,721)	.0	(19,721)	.0	176,454	.0	.0	.0	4,813	01/01/2036	1
31368H-LZ-4	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		53,365	53,365	56,367	56,256	.0	(2,891)	.0	(2,891)	.0	53,365	.0	.0	.0	1,278	12/01/2033	1
31371K-K7-5	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		4,238	4,238	4,789	4,795	.0	(557)	.0	(557)	.0	4,238	.0	.0	.0	122	02/01/2032	1
31371K-T9-2	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		1,992	1,992	1,998	1,996	.0	(5)	.0	(5)	.0	1,992	.0	.0	.0	42	09/01/2032	1
31371K-VH-1	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		2,960	2,960	3,079	3,071	.0	(111)	.0	(111)	.0	2,960	.0	.0	.0	74	11/01/2032	1
31371N-H4-0	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		8,184	8,184	8,576	8,565	.0	(381)	.0	(381)	.0	8,184	.0	.0	.0	226	08/01/2037	1
31384W-LF-5	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		5,322	5,322	5,535	5,517	.0	(196)	.0	(196)	.0	5,322	.0	.0	.0	138	05/01/2031	1
31385J-F8-6	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		2,736	2,736	2,845	2,83												

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn- ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Desig- nation or Market In- dicator (a)
3138EK-F5-9	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		3,651	3,651	3,940	3,940	.0	(289)	.0	(289)	.0	3,651	.0	.0	.0	.63	12/01/2041	1
3138EK-VL-6	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		.218	.218	.222	.0	.0	(4)	.0	(4)	.0	.218	.0	.0	.0	.2	03/01/2043	1
3138EK-WB-7	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		29,793	29,793	31,827	31,816	.0	(2,023)	.0	(2,023)	.0	29,793	.0	.0	.0	.466	06/01/2042	1
3138EL-X8-1	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		14,992	14,992	16,877	.0	.0	(1,885)	.0	(1,885)	.0	14,992	.0	.0	.0	.78	07/01/2038	1
3138EM-FV-8	FNMA PASS-THRU LNG 30 YEAR		05/25/2014	VARIOUS		74,560	73,483	74,998	.0	.0	(28)	.0	(28)	.0	74,970	.0	(410)	(410)	.720	12/01/2043	1
3138EM-FX-4	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		1,086	1,086	1,108	.0	.0	(22)	.0	(22)	.0	1,086	.0	.0	.0	.8	12/01/2043	1
3138MD-ZA-3	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	VARIOUS		463,661	457,897	483,605	483,463	.0	(616)	.0	(616)	.0	482,847	.0	(19,186)	(19,186)	6,856	10/01/2042	1
3138MF-TC-1	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		2,371	2,371	2,388	2,388	.0	(17)	.0	(17)	.0	2,371	.0	.0	.0	.45	11/01/2042	1
3138MR-LL-3	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		13,519	13,519	14,278	14,286	.0	(767)	.0	(767)	.0	13,519	.0	.0	.0	.192	01/01/2043	1
3138NX-KF-3	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		47,403	47,403	49,699	49,686	.0	(2,284)	.0	(2,284)	.0	47,403	.0	.0	.0	.626	01/01/2043	1
3138NX-KJ-5	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		2,576	2,576	2,497	2,496	.0	.80	.0	.80	.0	2,576	.0	.0	.0	.32	01/01/2043	1
3138NY-EY-7	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		88,894	88,894	93,199	93,176	.0	(4,282)	.0	(4,282)	.0	88,894	.0	.0	.0	1,057	01/01/2043	1
3138W-IP-0	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	VARIOUS		627,040	614,675	635,516	635,615	.0	(560)	.0	(560)	.0	635,055	.0	(8,014)	(8,014)	11,691	02/01/2043	1
3138W6-BW-5	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	VARIOUS		108,638	110,802	111,079	111,081	.0	(79)	.0	(79)	.0	111,002	.0	(2,363)	(2,363)	1,060	03/01/2043	1
3138W9-26-4	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		13,937	13,937	13,421	.0	.0	516	.0	516	.0	13,937	.0	.0	.0	.54	10/01/2043	1
3138WM-W4-9	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	VARIOUS		10,605	10,396	10,601	.0	.0	(5)	.0	(5)	.0	10,596	.0	10	10	.137	04/01/2043	1
3138WQ-A2-8	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		3,048	3,048	2,949	2,949	.0	.99	.0	.99	.0	3,048	.0	.0	.0	.35	05/01/2043	1
3138WQ-A7-7	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		5,487	5,487	5,520	5,520	.0	(33)	.0	(33)	.0	5,487	.0	.0	.0	.75	05/01/2043	1
31391K-5X-1	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		.438	.438	.455	.454	.0	(16)	.0	(16)	.0	.438	.0	.0	.0	.11	05/01/2032	1
31402C-TT-9	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		54,661	54,661	60,349	60,233	.0	(5,572)	.0	(5,572)	.0	54,661	.0	.0	.0	1,273	02/01/2034	1
31402C-Y3-0	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		17,937	17,937	19,196	19,169	.0	(1,232)	.0	(1,232)	.0	17,937	.0	.0	.0	.416	03/01/2034	1
31402Q-2V-2	FNMA PASS-THRU LNG 30 YEAR		04/25/2014	VARIOUS		559,838	512,268	554,530	554,692	.0	(1,043)	.0	(1,043)	.0	553,649	.0	6,189	6,189	9,187	03/01/2035	1
31402Q-YV-7	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		7,040	7,040	7,687	7,704	.0	(664)	.0	(664)	.0	7,040	.0	.0	.0	.152	02/01/2035	1
31402R-F8-7	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		4,767	4,767	5,181	5,185	.0	(417)	.0	(417)	.0	4,767	.0	.0	.0	.94	06/01/2035	1
31402R-JL-4	FNMA PASS-THRU LNG 30 YEAR		04/25/2014	VARIOUS		129,178	118,046	128,246	128,187	.0	(263)	.0	(263)	.0	127,924	.0	1,254	1,254	2,108	07/01/2035	1
31402R-JV-2	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	VARIOUS		343,935	313,755	342,140	342,246	.0	(2,992)	.0	(2,992)	.0	339,253	.0	4,682	4,682	7,388	07/01/2035	1
31402R-LZ-0	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		2,816	2,816	3,137	3,137	.0	(321)	.0	(321)	.0	2,816	.0	.0	.0	.66	08/01/2035	1
31402U-R9-5	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		7,597	7,597	8,296	8,313	.0	(716)	.0	(716)	.0	7,597	.0	.0	.0	.158	10/01/2033	1
31403D-O9-7	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		31,024	31,024	33,855	33,875	.0	(2,852)	.0	(2,852)	.0	31,024	.0	.0	.0	.671	01/01/2036	1
31410F-6B-6	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		66,291	66,291	72,607	72,415	.0	(6,124)	.0	(6,124)	.0	66,291	.0	.0	.0	1,823	04/01/2037	1
31410G-RL-9	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		37,831	37,831	39,351	39,318	.0	(1,487)	.0	(1,487)	.0	37,831	.0	.0	.0	.977	11/01/2037	1
31410K-DN-1	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		21,363	21,363	23,436	23,464	.0	(2,101)	.0	(2,101)	.0	21,363	.0	.0	.0	.495	05/01/2038	1
31410K-PB-2	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		7,801	7,801	8,043	8,040	.0	(239)	.0	(239)	.0	7,801	.0	.0	.0	.203	07/01/2038	1
31410K-T8-7	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		40,970	40,970	45,195	45,350	.0	(4,380)	.0	(4,380)	.0	40,970	.0	.0	.0	.976	05/01/2037	1
31410K-US-1	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		48,434	48,434	53,402	53,415	.0	(4,981)	.0	(4,981)	.0	48,434	.0	.0	.0	1,041	08/01/2037	1
31410L-DU-3	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		1,987	1,987	2,133	2,135	.0	(147)	.0	(147)	.0	1,987	.0	.0	.0	.34	02/01/2041	1
31410L-MN-9	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		22,378	22,378	21,766	.0	.0	612	.0	612	.0	22,378	.0	.0	.0	.150	11/01/2043	1
31411B-GT-4	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		37,634	37,634	41,256	41,367	.0	(3,733)	.0	(3,733)	.0	37,634	.0	.0	.0	.798	12/01/2036	1
31414B-WE-6	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		101,753	101,753	109,050	108,941	.0	(7,189)	.0	(7,189)	.0	101,753	.0	.0	.0	2,496	02/01/2038	1
31414J-RL-9	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		65,573	65,573	71,556	71,533	.0	(5,960)	.0	(5,960)	.0	65,573	.0	.0	.0	1,389	01/01/2038	1
31414N-CC-6	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		66,310	66,310	72,205	72,266	.0	(5,956)	.0	(5,956)	.0	66,310	.0	.0	.0	1,504	12/01/2038	1
31416C-JV-9	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		44,817	44,817	49,803	49,817	.0	(5,001)	.0	(5,001)	.0	44,817	.0	.0	.0	1,059	11/01/2038	1
31416T-ZU-6	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		71,854	71,854	80,117	80,279	.0	(8,425)	.0	(8,425)	.0	71,854	.0	.0	.0	1,863	07/01/2039	1
31416W-H3-9	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		24,036	24,036	26,293	26,318	.0	(2,282)	.0	(2,282)	.0	2						

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Design-ation or Market In-dicator (a)
31417V-N6-6	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		28,901	28,901	30,992	30,987	.0	(2,086)	.0	(2,086)	.0	28,901	.0	.0	.0	.501	12/01/2039	1
31417Y-W4-5	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		8,477	8,477	9,128	9,134	.0	(657)	.0	(657)	.0	8,477	.0	.0	.0	.145	03/01/2041	1
31418M-2T-8	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		4,380	4,380	4,850	4,850	.0	(471)	.0	(471)	.0	4,380	.0	.0	.0	.104	10/01/2039	1
31418M-EA-6	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		10,175	10,175	10,901	10,880	.0	(705)	.0	(705)	.0	10,175	.0	.0	.0	.246	10/01/2038	1
31418M-GG-1	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		63,940	63,940	70,424	70,341	.0	(6,401)	.0	(6,401)	.0	63,940	.0	.0	.0	1,375	09/01/2038	1
31419A-G4-3	FNMA PASS-THRU LNG 30 YEAR		05/25/2014	VARIOUS		98,136	91,715	99,166	99,171	.0	(359)	.0	(359)	.0	98,812	.0	(676)	(676)	1,842	08/01/2040	1
31419A-L7-0	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		26,021	26,021	28,542	28,548	.0	(2,527)	.0	(2,527)	.0	26,021	.0	.0	.0	593	04/01/2040	1
31419A-NJ-2	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		44,068	44,068	48,351	48,370	.0	(4,302)	.0	(4,302)	.0	44,068	.0	.0	.0	957	12/01/2039	1
31419A-P5-0	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		12,973	12,973	14,664	14,673	.0	(1,699)	.0	(1,699)	.0	12,973	.0	.0	.0	337	10/01/2039	1
31419A-VS-3	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		5,632	5,632	5,937	5,955	.0	(323)	.0	(323)	.0	5,632	.0	.0	.0	.88	11/01/2040	1
31419F-FV-3	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		6,406	6,406	6,868	6,872	.0	(466)	.0	(466)	.0	6,406	.0	.0	.0	.129	11/01/2040	1
31419J-SV-1	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		4,182	4,182	4,438	4,440	.0	(257)	.0	(257)	.0	4,182	.0	.0	.0	.74	11/01/2040	1
31371M-GM-4	FNMA PASS-THRU LNG 10 7-10YR		06/25/2014	PRINCIPAL RECEIPT		25,088	25,088	27,029	27,016	.0	(1,928)	.0	(1,928)	.0	25,088	.0	.0	.0	568	01/01/2037	1
31371N-LS-2	FNMA PASS-THRU LNG 10 7-10YR		06/25/2014	PRINCIPAL RECEIPT		12,281	12,281	12,505	12,506	.0	(225)	.0	(225)	.0	12,281	.0	.0	.0	299	10/01/2037	1
31413Q-PD-4	FNMA PASS-THRU LNG 10 7-10YR		06/25/2014	PRINCIPAL RECEIPT		57,690	57,690	60,960	61,123	.0	(3,433)	.0	(3,433)	.0	57,690	.0	.0	.0	1,574	10/01/2037	1
31416C-L9-5	FNMA PASS-THRU LNG 10 7-10YR		06/25/2014	PRINCIPAL RECEIPT		123,024	123,024	132,712	133,339	.0	(10,316)	.0	(10,316)	.0	123,024	.0	.0	.0	2,722	02/01/2038	1
31418M-XZ-0	FNMA PASS-THRU LNG 10 7-10YR		06/25/2014	PRINCIPAL RECEIPT		15,804	15,804	16,838	16,818	.0	(1,014)	.0	(1,014)	.0	15,804	.0	.0	.0	359	05/01/2038	1
31416Y-UL-0	FNMA PASS-THRU SHRT 10 YEAR		06/25/2014	PRINCIPAL RECEIPT		54,298	54,298	57,013	56,658	.0	(2,360)	.0	(2,360)	.0	54,298	.0	.0	.0	624	07/01/2021	1
31402C-VY-5	FNMA PASS-THRU LNG 30 YEAR		06/25/2014	PRINCIPAL RECEIPT		44,232	44,232	48,890	48,890	.0	(4,658)	.0	(4,658)	.0	44,232	.0	.0	.0	293	02/01/2034	1
31385W-TY-5	FNMA POOL #555067 6.5%		06/25/2014	PRINCIPAL RECEIPT		216	216	228	216	.0	.0	.0	.0	.0	216	.0	.0	.0	.6	12/01/2014	1
31387D-3Q-0	FNMA POOL #581407		06/25/2014	PRINCIPAL RECEIPT		42	42	43	43	.0	(1)	.0	(1)	.0	42	.0	.0	.0	.1	06/01/2031	1
31418M-FD-9	FNMA POOL #A00163		06/25/2014	PRINCIPAL RECEIPT		17,418	17,418	18,408	18,376	.0	(958)	.0	(958)	.0	17,418	.0	.0	.0	435	09/01/2039	1
31418M-U5-2	FNMA POOL #A00283		06/25/2014	PRINCIPAL RECEIPT		39,040	39,040	42,553	42,005	.0	(2,965)	.0	(2,965)	.0	39,040	.0	.0	.0	881	09/01/2024	1
31392A-JII-9	FNMA REMIC TRUST 2001-50		06/25/2014	PRINCIPAL RECEIPT		11,562	11,562	12,225	11,867	.0	(306)	.0	(306)	.0	11,562	.0	.0	.0	319	10/25/2041	1
31392B-MM-5	FNMA REMIC TRUST 2001-79		06/25/2014	PRINCIPAL RECEIPT		1,848	1,848	1,895	1,857	.0	(9)	.0	(9)	.0	1,848	.0	.0	.0	47	03/25/2045	1
31393A-P9-2	FNMA REMIC TRUST 2003-W4		06/25/2014	PRINCIPAL RECEIPT		4,440	4,440	4,758	4,573	.0	(133)	.0	(133)	.0	4,440	.0	.0	.0	105	10/25/2042	1
31394A-OM-6	FNMA REMIC TRUST 2004-W9		06/25/2014	PRINCIPAL RECEIPT		136,862	136,862	160,129	160,221	.0	(23,359)	.0	(23,359)	.0	136,862	.0	.0	.0	3,820	02/25/2044	1
31396X-D3-5	FNMA REMIC TRUST 2007-W10		06/25/2014	PRINCIPAL RECEIPT		41,259	41,259	44,741	44,686	.0	(3,427)	.0	(3,427)	.0	41,259	.0	.0	.0	995	08/25/2047	1
31396Q-V3-0	FNMA REMIC TRUST 2009-66		06/25/2014	PRINCIPAL RECEIPT		69,095	69,095	75,875	75,497	.0	(6,402)	.0	(6,402)	.0	69,095	.0	.0	.0	1,574	05/25/2039	1
31398N-ZE-3	FNMA REMIC TRUST 2010-123		06/25/2014	PRINCIPAL RECEIPT		76,572	76,572	85,067	83,397	.0	(6,825)	.0	(6,825)	.0	76,572	.0	.0	.0	2,102	11/25/2040	1
3136A3-ZD-7	FNMA REMIC TRUST 2012-39		06/25/2014	PRINCIPAL RECEIPT		32,119	32,119	34,047	33,652	.0	(1,533)	.0	(1,533)	.0	32,119	.0	.0	.0	452	03/25/2042	1
3136AH-BX-7	FNMA REMIC TRUST 2013-123		06/25/2014	PRINCIPAL RECEIPT		33,486	33,486	34,166	.0	(680)	.0	(680)	.0	33,486	.0	.0	.0	.87	05/25/2043	1	
3136AJ-AN-6	FNMA REMIC TRUST 2014-1		06/25/2014	PRINCIPAL RECEIPT		9,238	9,238	9,249	.0	(12)	.0	(12)	.0	9,238	.0	.0	.0	.23	02/25/2044	1	
31358S-7A-3	FNMA SERIES 2001-T3		06/25/2014	PRINCIPAL RECEIPT		2,633	2,633	2,698	2,635	.0	(2)	.0	(2)	.0	2,633	.0	.0	.0	.77	11/25/2040	1
31392J-AA-7	FNMA SERIES 2003-W2 6.50%		06/25/2014	PRINCIPAL RECEIPT		2,017	2,017	2,134	2,033	.0	(17)	.0	(17)	.0	2,017	.0	.0	.0	.46	07/25/2042	1
575577-MV-0	MASSACHUSETTS BAY TRANSN AUTH		04/14/2014	SECURI		107,888	90,000	112,879	108,911	.0	(791)	.0	(791)	.0	108,120	.0	(231)	(231)	3,575	07/01/2020	1FE
647677-AJ-2	NEW ORLEANS LA NAVY HSG MILITA		05/27/2014	RAYMOND JAMES & ASSOCIATE		2,095,000	2,000,000	2,049,680	.0	.0	(44)	.0	(44)	.0	2,049,636	.0	45,364	45,364	11,700	12/15/2038	1FE
64971Q-HQ-9	NEW YORK N Y CITY TRANSITIONAL		06/17/2014	M LYNCH, PIERCE, FENNER, & S		52,687	45,000	54,929	53,374	.0	(451)	.0	(451)	.0	52,923	.0	(235)	(235)	1,431	11/01/2024	1FE
64971Q-JS-3	NEW YORK N Y CITY TRANSITIONAL		06/17/2014	S		57,707	50,000	59,961	58,254	.0	(495)	.0	(495)	.0	57,759	.0	(52)	(52)	2,215	02/01/2025	1FE
64971Q-VQ-4	NEW YORK N Y CITY TRANSITIONAL		04/14/2014	FUND-FUNDS II		100,326	85,000	106,098	103,231	.0	(574)	.0	(574)	.0	102,658	.0	(2,331)	(2,331)	1,960	05/01/2023	1FE
92813T-EE-6	VIRGINIA ST HSG DEV AUTH HOMEO		06/25/2014	PRINCIPAL RECEIPT		9,629	9,629	9,629	9,629	.0	.0	.0	.0	.0	9,629	.0	.0	.0	.123	08/25/2042	1FE
31999999. Subtotal - Bonds - U.S. Special Revenues						19,975,165	19,199,366	20,426,650	16,809,638	0	(539,309)	0	(539,309)	0	19,893,213	0	81,958	81,958	315,579	XXX	XXX
00817Y-AN-8	AETNA INC NEW		04/24/2014	MCDONALD & COMPANY		129,359	130,000	129,870	.0	.0	.3	.0	.3	.0	129,873	.0	(514)	(514)	413	03/15/2019	2FE
001055-AL-6	AFLAC INC		06/18/2014	MIZUHO SECURITIES USA INC		2,032,840	2,000,000	2,011,660	2,011,131	.0	(464)	.0	(464)	.0	2,010,667	.0	22,173	22,173	37,861	06/15/2023	1FE
037735-CG-0	APPALACHIAN PWIR CO		04/10/2014	BANC AMERICA SECURITIES		152,528	125,000	151,665	150,610	.0	(179)	.0	(179)	.0	150,431	.0	2,097	2,097	4,294	04/01/2036	2FE
05950W-AF-5	BANC AMER CMBS 2006-4		06/10/2014	PRINCIPAL RECEIPT		6,264	6,264	7,080	6,650	.0	(386)	.0	(386)	.0	6,264	.0	.0	.0	.129	07/10/2046	1FM
059513-AE-1	BANC AMER CMBS 2007-4		06/10/2014	PRINCIPAL RECEIPT		2,267	2,267	2,587	2,469	.0	(203)	.0	(203)	.0	2,267	.0	.0	.0	.49	02/10/2051	1FM
06051G-ET-2	BANK AMER CORP		06/18/2014	MERRILL LYNCH PROFESSNL		1,505,790	1,500,000	1,474,650	1,476,846	.0	2,553	.0	2,553	.0	1,479,400	.0	26,390	26,390	28,500	01/11/2018	1FE

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident- ification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn- ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Desig- nation or Market In- dicator (a)
..067383-AD-1	BARD C R INC .....		06/24/2014	CFG CAPITAL MARKETS LLC		988,750	1,000,000	1,005,000	1,004,275	..0	..(497)	..0	..(497)	..0	1,003,778	..0	..(15,028)	..(15,028)	..13,063	..01/15/2018	1FE
..071813-BA-6	BAXTER INTL INC .....		06/23/2014	CFG CAPITAL MARKETS LLC		1,542,744	1,400,000	1,540,238	..0	..0	..(5,443)	..0	..(5,443)	..0	1,534,795	..0	..7,949	..7,949	..22,925	..08/15/2019	1FE
..05490A-AA-1	BB-UBS TRUST 2012-TFT 144A		05/21/2014	ASSOCIATE		2,925,000	3,000,000	3,090,000	3,078,772	..0	..(4,044)	..0	..(4,044)	..0	3,074,728	..0	..(149,728)	..(149,728)	..42,098	..06/07/2030	1FM
..084664-BV-2	BERKSHIRE HATHAWAY FIN CORP		04/24/2014	GOLDMAN, SACHS & CO. ....		106,764	110,000	109,101	109,111	..0	..5	..0	..5	..0	109,116	..0	..(2,352)	..(2,352)	..2,155	..05/15/2043	1FE
..05568Y-AA-6	BNSF RAILWAY CO 2007-1		04/01/2014	PRINCIPAL RECEIPT		21,186	21,186	21,186	21,186	..0	..0	..0	..0	..0	21,186	..0	..0	..0	..635	..04/01/2024	1FE
..116663-AC-9	BRUCE MANSFIELD UNIT 2007-1		06/01/2014	PRINCIPAL RECEIPT		23,201	23,201	25,402	24,564	..516	..(1,879)	..0	..(1,363)	..0	23,201	..0	..0	..0	..0	..06/01/2034	5AM
..12189L-AR-2	BURLINGTON NORTHN SANTA FE CP		05/09/2014	JEFFERIES & CO BONDS DIR		35,888	35,000	34,886	..0	..0	..2	..0	..2	..0	34,887	..0	..1,001	..1,001	..237	..04/01/2024	2FE
..151020-AL-8	CELGENE CORP SR NT .....		05/15/2014	MORGAN STANLEY & CO. INC		136,645	125,000	123,934	123,940	..0	..6	..0	..6	..0	123,945	..0	..12,700	..12,700	..5,177	..08/15/2043	2FE
..125509-BH-1	CIGNA CORP .....		05/13/2014	VARIOUS		671,347	550,000	546,511	546,746	..0	..19	..0	..19	..0	546,764	..0	124,582	124,582	..16,115	..11/15/2036	2FE
..172967-GK-1	CITIGROUP INC .....		05/01/2014	SALOMON SMITH BARNEY		582,901	575,000	575,000	575,000	..0	..0	..0	..0	..0	575,000	..0	..7,901	..7,901	..17,854	..07/30/2022	2FE
..12613S-AC-6	CNH EQUIPMENT TR 2013-C		06/11/2014	INC/		256,295	255,000	255,405	255,374	..0	..(72)	..0	..(72)	..0	255,302	..0	..993	..993	..1,308	..08/15/2018	1FE
..12618S-AC-1	CNH EQUIPMENT TR 2013-D		06/11/2014	VARIOUS		44,965	45,000	44,998	45,026	..0	..(5)	..0	..(5)	..0	45,021	..0	..(56)	..(56)	..145	..10/15/2018	1FE
..12622D-AA-2	COMM 2010-C1 144A		06/12/2014	NOMURA SECURITIES INTL		16,851	16,851	17,509	16,851	..0	..(534)	..0	..(534)	..0	16,851	..0	..0	..0	..221	..07/12/2046	1FM
..12624N-AA-8	COMM MTG TR 2012-LTRT 144A		06/06/2014	PRINCIPAL RECEIPT		31,102	31,102	32,129	32,019	..0	..(917)	..0	..(917)	..0	31,102	..0	..0	..0	..279	..10/07/2030	1FM
..21079U-AA-3	CONTINENTAL AIRL PT TR .....		05/10/2014	Sink PMT @ 100.00000000		8,124	8,124	9,505	..0	..0	..(1,381)	..0	..(1,381)	..0	8,124	..0	..0	..0	..0	..05/10/2021	2FE
..21079S-PZ-7	CONTINENTAL AIRLINE PT TR 2012-1		04/11/2014	Sink PMT @ 100.00000000		3,445	3,445	3,422	3,425	..0	..20	..0	..20	..0	3,445	..0	..0	..0	..0	..10/11/2025	2FE
..224044-BV-8	COX COMMUNICATIONS INC NEW		06/06/2014	VARIOUS		145,548	105,000	151,144	149,742	..0	..(355)	..0	..(355)	..0	149,387	..0	..(3,838)	..(3,838)	..6,662	..03/01/2039	2FE
..23311V-AF-4	DCP MIDSTREAM OPERATING PL		05/27/2014	BNY/SUNTRUST CAPITAL		66,243	60,000	59,404	..0	..0	..2	..0	..2	..0	59,405	..0	..6,838	..6,838	..709	..04/01/2044	2FE
..25272U-AA-9	DIAMOND RESORTS TR 144A		06/20/2014	MARK		19,850	19,850	19,846	19,884	..0	..(34)	..0	..(34)	..0	19,850	..0	..0	..0	..177	..05/20/2026	1FE
..25459H-AU-9	DIRECTV HLDGS LLC / DIRECTV		05/29/2014	PRINCIPAL RECEIPT		304,748	260,000	299,705	291,507	..0	..(1,985)	..0	..(1,985)	..0	289,522	..0	..15,226	..15,226	..10,109	..10/01/2019	2FE
..25459H-BF-1	DIRECTV HLDGS LLC / DIRECTV		05/23/2014	VARIOUS		139,141	135,000	133,584	..0	..0	..33	..0	..33	..0	133,617	..0	..5,524	..5,524	..3,611	..03/13/2022	2FE
..25459H-BL-8	DIRECTV HLDGS LLC / DIRECTV		05/14/2014	VARIOUS		311,701	300,000	298,890	..0	..0	..14	..0	..14	..0	298,904	..0	..12,797	..12,797	..2,121	..04/01/2024	2FE
..25755T-AC-4	DOMINOS PIZZA MSTR 2012-1 144A		04/25/2014	PRINCIPAL RECEIPT		1,088	1,088	1,133	1,125	..0	..(38)	..0	..(38)	..0	1,088	..0	..0	..0	..28	..01/25/2042	4AM
..26138E-AQ-2	DR PEPPER SNAPPLE GROUP INC		04/30/2014	LINSCO/PRIVATE LEDGER		1,461,750	1,500,000	1,419,570	1,422,500	..0	..3,890	..0	..3,890	..0	1,426,391	..0	..35,359	..35,359	..24,167	..01/15/2020	2FE
..278642-AC-7	EBAY INC .....		04/29/2014	COR		2,084,858	2,035,000	2,136,262	2,117,810	..0	..(3,836)	..0	..(3,836)	..0	2,113,974	..0	..(29,117)	..(29,117)	..36,192	..10/15/2020	1FE
..278642-AE-3	EBAY INC .....		06/19/2014	MERRILL LYNCH PROFESSNL		1,905,180	2,000,000	1,919,600	..0	..0	..1,199	..0	..1,199	..0	1,920,799	..0	..(15,619)	..(15,619)	..22,967	..07/15/2022	1FE
..29372E-AY-4	ENTERPRISE FLEET FNC 144A		06/20/2014	C		5,802	5,802	5,801	5,805	..0	..(3)	..0	..(3)	..0	5,802	..0	..0	..0	..31	..03/20/2019	1FE
..29379V-AT-0	ENTERPRISE PRODS OPER LLC		05/15/2014	PRINCIPAL RECEIPT		335,748	280,000	320,188	319,366	..0	..(260)	..0	..(260)	..0	319,106	..0	..16,642	..16,642	..13,374	..02/01/2041	2FE
..338033-AA-7	FISHERS LANE ASSOCS LLC BD 144A		05/14/2014	RAYMOND JAMES &		990,080	1,000,000	1,000,000	1,000,000	..0	..0	..0	..0	..0	1,000,000	..0	..(9,920)	..(9,920)	..16,701	..08/05/2030	1FE
..30261K-AN-6	FREMF MTG TR 2012-K711 144A		05/13/2014	ASSOCIATE		122,756	120,000	122,090	121,733	..0	..(123)	..0	..(123)	..0	121,610	..0	..1,146	..1,146	..1,977	..08/25/2045	1FM
..30261Q-AJ-2	FREMF MTG TR 2013-K26 144A		05/07/2014	GOLDMAN, SACHS & CO. ....		83,277	85,000	86,829	86,951	..0	..(74)	..0	..(74)	..0	86,878	..0	..(3,601)	..(3,601)	..1,380	..12/25/2045	1FM
..30291E-AE-4	FREMF MTG TR 2013-K712 144A		05/13/2014	CREDIT SUISSE FIRST		50,541	50,000	51,019	50,907	..0	..(58)	..0	..(58)	..0	50,850	..0	..(309)	..(309)	..779	..05/25/2045	1FM
..30261U-AJ-3	FREMF MTG TR 2013-K713 144A		05/09/2014	DEUTSCHE BANK SECURITIES		154,516	155,000	151,042	151,310	..0	..170	..0	..170	..0	151,480	..0	..3,036	..3,036	..2,241	..04/25/2046	1FM
..36962G-GK-5	GENERAL ELEC CAP CORP MTN BE		06/23/2014	BANC AMERICA SECURITIES		3,006,180	3,000,000	3,015,000	3,012,032	..0	..(1,442)	..0	..(1,442)	..0	3,010,590	..0	..(4,410)	..(4,410)	..28,800	..11/20/2017	1FE
..38143U-XV-8	GOLDMAN SACHS GROUP INC		06/23/2014	LINSCO/PRIVATE LEDGER		1,022,500	1,000,000	1,025,000	1,024,495	..0	..(4,366)	..0	..(4,366)	..0	1,020,130	..0	..2,370	..2,370	..13,163	..08/24/2016	1FE
..411707-AA-0	HARDEES FUND LLC 144A		06/20/2014	COR		2,119	2,119	2,118	2,118	..0	..1	..0	..1	..0	2,119	..0	..0	..0	..24	..03/20/2043	2AM
..448579-AC-6	HYATT HOTELS CORP .....		05/05/2014	PRINCIPAL RECEIPT		174,413	165,000	173,821	170,413	..0	..(714)	..0	..(714)	..0	169,700	..0	..4,713	..4,713	..4,671	..08/15/2016	2FE
..44890P-AB-1	HYUNDAI AUTO LEASE TR 144A		06/15/2014	CO., IN		235,368	235,000	234,981	235,075	..0	..(65)	..0	..(65)	..0	235,009	..0	..358	..358	..865	..03/15/2016	1FE
..46186N-AA-6	INVITATION HOMES TR 2013 144A		06/19/2014	VARIOUS		430	430	430	430	..0	..0	..0	..0	..0	430	..0	..0	..0	..3	..12/19/2030	1FE
..46629Y-AC-3	JP MORGAN CHASE 2007-C1BC18		06/12/2014	PRINCIPAL RECEIPT		10,285	10,285	11,343	11,199	..0	..(913)	..0	..(913)	..0	10,285	..0	..0	..0	..280	..06/12/2047	1FM

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Design-ation or Market In-dicator (a)
46625H-HZ-6	JPMORGAN CHASE & CO		06/23/2014	CFG CAPITAL MARKETS LLC		1,645,200	1,500,000	1,623,375	1,620,975	.0	(6,983)	.0	(6,983)	.0	1,613,992	.0	31,208	31,208	43,552	.05/10/2021	1FE
46625H-JG-6	JPMORGAN CHASE & CO		06/23/2014	CFG CAPITAL MARKETS LLC		1,502,550	1,500,000	1,524,030	1,520,592	.0	(2,357)	.0	(2,357)	.0	1,518,235	.0	(15,685)	(15,685)	24,825	.01/25/2018	1FE
485188-AK-2	KANSAS CITY SOUTHN RY CO 144A		06/25/2014	EXCHANGE		256,385	270,000	256,171	256,280	.0	105	.0	105	.0	256,385	.0	.0	.0	5,835	.05/15/2043	2FE
50179A-AE-7	LB-LBS CMBS 2007-C1		06/17/2014	PRINCIPAL RECEIPT		4,099	4,099	4,630	4,405	.0	(306)	.0	(306)	.0	4,099	.0	.0	.0	81	.02/15/2040	1FM
52109P-AE-5	LB-LBS CMBS 2007-C6		06/17/2014	PRINCIPAL RECEIPT		97,576	97,576	105,017	.0	.0	(7,440)	.0	(7,440)	.0	97,576	.0	.0	.0	852	.07/15/2040	1FM
50181Q-AH-1	LCOR ALEXANDRIA L L C 144A		05/29/2014	VARIOUS		3,258,750	2,750,000	3,195,043	917,888	.0	(5,415)	.0	(5,415)	.0	3,181,093	.0	77,657	77,657	53,267	.09/15/2028	2
57629W-BS-8	MASSMUTUAL GLBL FDG II MTN144A		04/09/2014	US BANCORP INVESTMENTS IN		211,533	210,000	209,614	209,645	.0	20	.0	20	.0	209,665	.0	1,868	1,868	3,087	.08/02/2018	1FE
58013M-EQ-3	MCDONALDS CORP MED TERM NT BE		06/20/2014	MERRILL LYNCH PROFESSNL C		1,990,740	2,000,000	2,043,020	2,036,794	.0	(3,074)	.0	(3,074)	.0	2,033,720	.0	(42,980)	(42,980)	21,458	.05/29/2019	1FE
594918-AJ-3	MICROSOFT CORP		05/14/2014	BOENNING & SCATTERGOOD IN		1,042,610	1,000,000	960,870	961,036	.0	271	.0	271	.0	961,307	.0	81,303	81,303	28,500	.10/01/2040	1FE
59025W-AE-6	ML MTG TRUST 2008-C1		06/13/2014	PRINCIPAL RECEIPT		2,512	2,512	2,861	2,723	.0	(211)	.0	(211)	.0	2,512	.0	.0	.0	61	.02/12/2051	1FM
553893-AA-6	MVII OWNER TRUST 2013-144A		06/20/2014	PRINCIPAL RECEIPT		6,958	6,958	6,958	6,971	.0	(12)	.0	(12)	.0	6,958	.0	.0	.0	58	.04/22/2030	1FE
629568-AY-2	NABORS INDS INC 144A		06/26/2014	EXCHANGE		44,977	45,000	44,974	44,977	.0	4	.0	4	.0	44,981	.0	.0	.0	538	.09/15/2016	2FE
629568-BA-3	NABORS INDS INC 144A		06/26/2014	EXCHANGE		1,040,026	1,000,000	1,041,210	.0	.0	(1,184)	.0	(1,184)	.0	1,040,026	.0	.0	.0	25,925	.09/15/2023	2FE
638671-AG-2	NATIONWIDE MUT INS CO 144A		05/22/2014	CALLED @ 100.0000000		2,000,000	2,000,000	2,036,000	2,035,753	.0	(35,753)	.0	(35,753)	.0	2,000,000	.0	.0	.0	79,566	.04/15/2034	1FE
65473Q-AX-1	NISOURCE FIN CORP		05/15/2014	MORGAN STANLEY & CO. INC		448,117	385,000	428,505	427,647	.0	(281)	.0	(281)	.0	427,367	.0	20,750	20,750	9,863	.06/15/2041	2FE
72650R-AW-2	PLAINS ALL AMERN PIPELINE L P		05/05/2014	STIFEL, NICOLAUS & CO., IN		150,995	130,000	151,011	146,831	.0	(870)	.0	(870)	.0	145,961	.0	5,034	5,034	6,084	.01/15/2020	2FE
72650R-BB-7	PLAINS ALL AMERN PIPELINE L P		04/24/2014	GOLDMAN, SACHS & CO. MERRILL LYNCH PROFESSNL C		44,895	45,000	44,888	44,895	.0	3	.0	3	.0	44,899	.0	(2,278)	(2,278)	958	.01/31/2023	2FE
74005P-BB-9	PRAXAIR INC		06/19/2014	MERRILL LYNCH PROFESSNL C		939,940	1,000,000	971,560	975,054	.0	1,216	.0	1,216	.0	976,270	.0	(36,330)	(36,330)	18,883	.08/15/2022	1FE
74005P-BH-6	PRAXAIR INC		06/19/2014	MERRILL LYNCH PROFESSNL C		975,830	1,000,000	950,400	953,630	.0	4,245	.0	4,245	.0	957,875	.0	17,955	17,955	7,882	.11/07/2018	1FE
744320-AK-8	PRUDENTIAL FINL INC		06/24/2014	VARIOUS		3,239,625	2,650,000	3,272,540	3,204,621	.0	(55,534)	.0	(55,534)	.0	3,149,086	.0	90,539	90,539	125,433	.06/15/2068	2FE
744533-BK-5	PUBLIC SERVICE CO OKLA		04/08/2014	BARCLAYS CAPITAL INC		118,532	105,000	119,970	118,835	.0	(583)	.0	(583)	.0	118,252	.0	280	280	1,953	.12/01/2019	2FE
75884R-AR-4	REGENCY CTRS L P		05/05/2014	VARIOUS		218,498	190,000	216,094	213,222	.0	(1,099)	.0	(1,099)	.0	212,123	.0	6,375	6,375	2FE	.06/15/2020	2FE
759351-AG-4	REINSURANCE GROUP AMER INC		06/24/2014	RAYMOND JAMES & ASSOCIATE		588,350	500,000	552,325	536,446	.0	(2,602)	.0	(2,602)	.0	533,844	.0	54,506	54,506	19,888	.11/15/2019	2FE
759351-AL-3	REINSURANCE GROUP AMER INC		06/24/2014	VARIOUS		1,354,750	1,270,000	1,312,722	1,312,126	.0	(1,726)	.0	(1,726)	.0	1,310,400	.0	44,350	44,350	43,538	.09/15/2023	2FE
760759-AP-5	REPUBLIC SVCS INC		05/06/2014	MILLENNIUM ADVISORS, LLC		122,095	120,000	119,668	119,714	.0	10	.0	10	.0	119,724	.0	2,371	2,371	1,846	.06/01/2022	2FE
814120-AC-5	SECURITY BENEFIT LIFE INS CO 144A		05/06/2014	RAYMOND JAMES & ASSOCIATE		1,161,750	1,000,000	1,045,000	1,044,701	.0	(373)	.0	(373)	.0	1,044,328	.0	117,422	117,422	45,114	.10/01/2033	2FE
81745B-AA-3	SEQUOIA MTG TR 2013-6		06/25/2014	PRINCIPAL RECEIPT		1,290	1,290	1,283	1,283	.0	6	.0	6	.0	1,290	.0	.0	.0	14	.05/25/2043	1FM
81745C-AB-9	SEQUOIA MTG TR 2013-7		06/25/2014	PRINCIPAL RECEIPT		924	924	930	930	.0	(6)	.0	(6)	.0	924	.0	.0	.0	11	.06/25/2043	1FM
82651Y-AA-3	SIERRA RECEIVABLES FDG 144A		06/20/2014	PRINCIPAL RECEIPT		7,850	7,850	7,849	7,862	.0	(12)	.0	(12)	.0	7,850	.0	.0	.0	48	.11/20/2029	1FE
82652B-AA-2	SIERRA RECEIVABLES FDG 144A		06/20/2014	PRINCIPAL RECEIPT		22,321	22,321	22,387	22,420	.0	(98)	.0	(98)	.0	22,321	.0	.0	.0	199	.11/20/2025	1FE
82650H-AA-1	SIERRA RECEIVABLES FDG 2013-3 144A		06/20/2014	PRINCIPAL RECEIPT		26,867	26,867	26,860	26,911	.0	(43)	.0	(43)	.0	26,867	.0	.0	.0	230	.10/20/2030	1FE
82652C-AA-0	SIERRA RECEIVABLES FDG 2014-144A		06/20/2014	PRINCIPAL RECEIPT		36,166	36,166	36,161	.0	.0	4	.0	4	.0	36,166	.0	.0	.0	113	.03/20/2030	1FE
863572-SM-6	STRUCTURED ASSET SECS 1998-3		06/25/2014	PRINCIPAL RECEIPT		20,816	20,816	19,150	20,486	.0	329	.0	329	.0	20,816	.0	.0	.0	93	.03/25/2028	1FM
867914-BD-4	SUNSTRUT BKS INC		06/24/2014	CFG CAPITAL MARKETS LLC		1,653,154	1,580,000	1,606,449	1,593,774	.0	(2,918)	.0	(2,918)	.0	1,590,856	.0	62,298	62,298	39,816	.04/15/2016	2FE
867914-BE-2	SUNSTRUT BKS INC		06/24/2014	CFG CAPITAL MARKETS LLC		527,655	500,000	499,380	499,624	.0	56	.0	56	.0	499,681	.0	27,974	27,974	16,382	.01/20/2017	2FE
871911-AS-2	SYSTEM ENERGY RESOURCES INC		06/23/2014	VARIOUS		2,567,650	2,500,000	2,537,400	.0	.0	(1,247)	.0	(1,247)	.0	2,536,153	.0	31,497	31,497	75,451	.04/01/2023	1FE
881561-XJ-8	TERWIN MTG TR 2005-14HE		06/25/2014	PRINCIPAL RECEIPT		1,384	1,384	1,367	1,372	.0	12	.0	12	.0	1,384	.0	.0	.0	25	.08/25/2036	1FM
883556-AZ-5	THERMO FISHER SCIENTIFIC INC		06/24/2014	JAFFRA		1,033,580	1,000,000	1,055,670	1,049,826	.0	(2,940)	.0	(2,940)	.0	1,046,886	.0	(13,306)	(13,306)	31,200	.08/15/2021	2FE
883556-BB-7	THERMO FISHER SCIENTIFIC INC		06/16/2014	BARCLAYS CAPITAL INC		15,027	15,000	14,693	14,720	.0	30	.0	30	.0	14,751	.0	276	276	257	.01/15/2018	2FE
902494-AT-0	TYSON FOODS INC		06/10/2014	CHASE SECURITIES, INC. LINSCO/PRIVATE LEDGER		78,296	75,000	80,249	79,948	.0	(231)	.0	(231)	.0	79,716	.0	(1,421)	(1,421)	1,669	.06/15/2022	2FE
911312-AQ-9	UNITED PARCEL SERVICE INC		06/19/2014	COR		962,500	1,000,000	1,007,000	1,006,563	.0	(317)	.0	(317)	.0	1,006,246	.0	(43,746)	(43,746)	17,899	.10/01/2022	1FE
90345W-AD-6	US AIRWAYS PT TRUST		06/03/2014	Sink PMT @ 100.0000000		9,148	9,148	9,629	.0	.0	(480)	.0	(480)	.0	9,148	.0	.0	.0	212	.12/03/2026	1FE

STATEMENT AS OF JUNE 30, 2014 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn- ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Desig- nation or Market In- dicator (a)
920253-AD-3	VALMONT INDS INC		06/11/2014	STERNE, AGEE & LEACH, INC		100,481	85,000	98,925	96,333	.0	(706)	.0	(706)	.0	95,627	.0	4,854	4,854	3,692	04/20/2020	2FE
92343V-BF-0	VERIZON COMMUNICATIONS INC		06/24/2014	VARIOUS		2,957,625	3,000,000	2,990,100	2,991,604	.0	808	.0	808	.0	2,992,412	.0	(34,787)	(34,787)	18,288	11/01/2017	2FE
92343V-BT-0	VERIZON COMMUNICATIONS INC		05/19/2014	CHASE SECURITIES, INC. LINSOC/PRIVATE LEDGER		1,697,463	1,350,000	1,350,711	1,350,708	.0	(4)	.0	(4)	.0	1,350,704	.0	346,759	346,759	59,933	09/15/2043	2FE
94974B-FR-6	WELLS FARGO CO MTN BE		06/19/2014	COR		1,015,000	1,000,000	1,004,500	.0	.0	(141)	.0	(141)	.0	1,004,359	.0	10,641	10,641	12,500	01/22/2021	1FE
98158V-AC-9	WORLD OMNI AUTO LEASE 2012-A		06/15/2014	PRINCIPAL RECEIPT		40,945	40,945	40,939	40,950	.0	(5)	.0	(5)	.0	40,945	.0	.0	.0	153	11/16/2015	1FE
984121-BQ-5	XEROX CORP		06/06/2014	CANTOR FITZGERALD & CO		341,214	300,000	309,346	303,799	.0	(488)	.0	(488)	.0	303,311	.0	37,903	37,903	17,438	02/01/2017	2FE
984121-BW-2	XEROX CORP		06/03/2014	VARIOUS		418,321	360,000	411,927	396,305	.0	(2,621)	.0	(2,621)	.0	393,684	.0	24,636	24,636	11,430	05/15/2018	2FE
06366R-HA-6	BMO BANK OF MONTREAL	I	06/18/2014	RBC CAPITAL MARKETS CORP		1,000,310	1,000,000	1,002,740	1,002,256	.0	(277)	.0	(277)	.0	1,001,979	.0	(1,669)	(1,669)	10,967	09/11/2017	1FE
008281-AG-2	AFRICAN DEV BANK	R	06/24/2014	U.S. BANCORP PIPER		1,909,650	1,500,000	2,061,600	1,946,920	.0	(34,999)	.0	(34,999)	.0	1,911,921	.0	(2,271)	(2,271)	108,533	09/01/2019	1FE
040254-74-0	AFRICAN DEV BANK	R	06/23/2014	JAFFRA		1,956,000	1,500,000	1,998,885	.0	.0	(9,056)	.0	(9,056)	.0	1,989,829	.0	(33,829)	(33,829)	24,583	04/06/2023	1FE
05578B-AB-2	BPCE GBL NT 144A	R	04/08/2014	RBC CAPITAL MARKETS CORP		322,867	320,000	319,491	319,499	.0	26	.0	26	.0	319,524	.0	3,343	3,343	2,689	12/10/2018	1FE
05578Q-AB-9	BPCE GBL NT 144A	R	06/11/2014	J. P. MORGAN SECURITIES,		210,166	200,000	199,746	.0	.0	4	.0	4	.0	199,750	.0	10,416	10,416	4,149	07/21/2024	1FE
21987B-AM-0	CORPORACION NACIONAL DEL CO 144A	R	06/16/2014	EUROCLEAR BANK S.A.		157,885	130,000	155,011	153,712	.0	(1,987)	.0	(1,987)	.0	151,724	.0	6,161	6,161	9,046	01/15/2019	1FE
404280-AQ-2	HSBC HLDGS PLC	R	05/06/2014	SALOMON SMITH BARNEY		208,108	200,000	197,824	.0	.0	5	.0	5	.0	197,829	.0	10,279	10,279	1,663	03/14/2044	1FE
66711K-AA-3	QOEBRECHT OFFSHORE DRILLING	R	06/02/2014	INC/		1,740	1,740	1,775	1,775	.0	(1)	.0	(1)	.0	1,773	.0	(33)	(33)	31	10/01/2022	2FE
71645W-AR-2	PETROBRAS INTL FIN CO	R	06/19/2014	NOMURA SECURITIES INTL		594,188	575,000	620,157	612,417	.0	(2,136)	.0	(2,136)	.0	610,281	.0	(16,093)	(16,093)	28,073	01/27/2021	2FE
76720A-AC-0	RIO TINTO FIN USA PLC	R	06/09/2014	WELLS FARGO SECURITIES,LL		25,461	25,000	24,876	.0	.0	3	.0	3	.0	24,879	.0	582	582	632	03/22/2022	1FE
76720A-AF-3	RIO TINTO FIN USA PLC	R	06/16/2014	SG COWEN SECURITIES CORP		19,368	20,000	18,806	.0	.0	29	.0	29	.0	18,835	.0	534	534	188	08/21/2022	1FE
88165F-AG-7	TEVA PHARMACEUTICAL FIN CO B.V	R	06/20/2014	CFG CAPITAL MARKETS LLC		1,431,375	1,500,000	1,463,175	1,465,062	.0	1,591	.0	1,591	.0	1,466,653	.0	(35,278)	(35,278)	22,985	12/18/2022	1FE
89152U-AG-7	TOTAL CAPITAL GBLB NT	R	06/24/2014	CFG CAPITAL MARKETS LLC		2,026,000	2,000,000	1,983,420	1,984,561	.0	1,535	.0	1,535	.0	1,986,096	.0	39,904	39,904	37,188	08/10/2018	1FE
893830-BA-6	TRANSOCEAN INC	R	05/19/2014	NOMURA SECURITIES INTL		103,669	95,000	102,547	99,933	.0	(614)	.0	(614)	.0	99,319	.0	4,350	4,350	2,092	12/15/2016	2FE
0B7F1C-Y4-4	VTB BANK	R	04/16/2014	CREDIT SUISSE FIRST BOSTO		202,750	200,000	214,000	213,835	.0	(1,167)	.0	(1,167)	.0	212,668	.0	(9,918)	(9,918)	6,333	04/12/2017	2FE
0B84TD-43-1	VW CREDIT INC	R	06/23/2014	MERRILL LYNCH PROFESSNL C		1,547,786	1,500,000	1,518,015	1,512,557	.0	(2,115)	.0	(2,115)	.0	1,510,443	.0	37,343	37,343	.0	10/13/2016	1FE
38999999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					71,576,400	67,967,611	71,103,967	57,212,637	516	(202,453)	0	(201,937)	0	70,579,351	0	997,047	997,047	1,524,270	XXX	XXX
064058-AB-6	BANK NEW YORK MELLON CORP		05/01/2014	STIFEL, NICOLAUS & CO., IN		201,960	220,000	207,306	207,375	.0	44	.0	44	.0	207,419	.0	(5,459)	(5,459)	3,740	12/29/2049	1AM
48999999	Subtotal - Bonds - Hybrid Securities					201,960	220,000	207,306	207,375	0	44	0	44	0	207,419	0	(5,459)	(5,459)	3,740	XXX	XXX
83999997	Total - Bonds - Part 4					346,139,484	340,403,705	342,520,434	154,898,332	516	(734,798)	0	(734,282)	0	341,489,232	0	4,650,257	4,650,257	3,578,921	XXX	XXX
83999998	Total - Bonds - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
83999999	Total - Bonds					346,139,484	340,403,705	342,520,434	154,898,332	516	(734,798)	0	(734,282)	0	341,489,232	0	4,650,257	4,650,257	3,578,921	XXX	XXX
89999997	Total - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
89999998	Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
89999999	Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
921909-82-6	VANGUARD DEVELOPED MKTS INDEX INST		04/07/2014	VANGUARD GROUP		1,064,020,376	10,248,870	10,248,870	12,204,314	(1,955,443)	.0	.0	(1,955,443)	.0	10,248,870	.0	.0	.0	160,880		
92999999	Subtotal - Common Stocks - Mutual Funds					10,248,870	XXX	10,248,870	12,204,314	(1,955,443)	0	0	(1,955,443)	0	10,248,870	0	0	0	160,880	XXX	XXX
97999997	Total - Common Stocks - Part 4					10,248,870	XXX	10,248,870	12,204,314	(1,955,443)	0	0	(1,955,443)	0	10,248,870	0	0	0	160,880	XXX	XXX
97999998	Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
97999999	Total - Common Stocks					10,248,870	XXX	10,248,870	12,204,314	(1,955,443)	0	0	(1,955,443)	0	10,248,870	0	0	0	160,880	XXX	XXX
98999999	Total - Preferred and Common Stocks					10,248,870	XXX	10,248,870	12,204,314	(1,955,443)	0	0	(1,955,443)	0	10,248,870	0	0	0	160,880	XXX	XXX
99999999	Totals					356,388,354	XXX	352,769,304	167,102,646	(1,954,927)	(734,798)	0	(2,689,725)	0	351,738,102	0	4,650,257	4,650,257	3,739,801	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues.....0

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open  
**N O N E**

Schedule DB - Part B - Section 1 - Futures Contracts Open  
**N O N E**

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made  
**N O N E**

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open  
**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By  
**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To  
**N O N E**

Schedule DL - Part 1 - Reinvested Collateral Assets Owned  
**N O N E**

Schedule DL - Part 2 - Reinvested Collateral Assets Owned  
**N O N E**



SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
					First Month	Second Month	Third Month	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date				*
SunTrust Bank ..... Nashville, TN .....		0.000	0	0	(26,847,214)	(27,580,916)	(25,863,074)	XXX
Wells Fargo Bank ..... Roanoke, VA .....		0.000	0	0	(1,854,830)	(3,924,847)	(3,412,099)	XXX
0199998. Deposits in ... 0 depositories that do not exceed the allowable limit in any one depository (See instructions) - Open Depositories	XXX	XXX	0	0	0	0	0	XXX
0199999. Totals - Open Depositories	XXX	XXX	0	0	(28,702,044)	(31,505,763)	(29,275,173)	XXX
0299998. Deposits in ... 0 depositories that do not exceed the allowable limit in any one depository (See instructions) - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0299999. Totals - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0399999. Total Cash on Deposit	XXX	XXX	0	0	(28,702,044)	(31,505,763)	(29,275,173)	XXX
0499999. Cash in Company's Office	XXX	XXX	XXX	XXX	320	320	320	XXX
.....								
.....								
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.....								
0599999. Total - Cash	XXX	XXX	0	0	(28,701,724)	(31,505,443)	(29,274,853)	XXX

Schedule E - Part 2 - Cash Equivalents - Investments Owned End of Current Quarter  
**N O N E**